

---

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
CITY OF FRESNO**

**State of California  
For the Fiscal Year Ended  
June 30, 1998**

**Prepared by  
Department of Administrative Services**

**Andrew T. Souza, Controller**

---

**CITY OF FRESNO, CALIFORNIA**  
**TABLE OF CONTENTS**  
**JUNE 30, 1998**

---

**INTRODUCTORY SECTION:**

**Page**

Letter of Transmittal .....	i
Fresno City Council Members and Appointed Officials .....	xiii
City Administration Organizational Chart .....	xiv
GFOA Certificate of Achievement .....	xv

**FINANCIAL SECTION:**

**Combined Statements - Overview:**

Independent Auditors' Report .....	1
Combined Financial Statements (General Purpose Financial Statements):	
Combined Balance Sheet—All Fund Types and Account Groups .....	2
Combined Statement of Revenues, Expenditures and Changes in Fund Balances—	
All Governmental Fund Types and Expendable Trust Fund .....	6
Combined Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual	
(Non-GAAP Budgetary Basis)—General, Special Revenue, Debt Service and Capital Projects Funds .....	8
Combined Statement of Revenues, Expenses, and Changes in Retained Earnings/Fund Balance—	
All Proprietary Fund Types and Similar Trust Funds .....	10
Combined Statement of Cash Flows—All Proprietary Fund Types .....	11
Notes to the Financial Statements .....	13

**Combining, Individual Fund and Individual Account Group Statements and Schedules**

**General Fund:**

Balance Sheet .....	44
Statement of Revenues, Expenditures and Changes in Fund Balance .....	45
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual	
(Non-GAAP Budgetary Basis) .....	46

**Special Revenue Funds:**

Combining Balance Sheet .....	48
Combining Statement of Revenues, Expenditures and Changes in Fund Balance .....	49
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual	
(Non-GAAP Budgetary Basis)—Special Gas Tax Fund .....	50
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual	
(Non-GAAP Budgetary Basis)—Grant Fund .....	51
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual	
(Non-GAAP Budgetary Basis)—Measure C Fund .....	52

**Debt Service Funds:**

Combining Balance Sheet .....	54
Combining Statement of Revenues, Expenditures and Changes in Fund Balance .....	55
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual	
(Non-GAAP Budgetary Basis)—Redevelopment Agency .....	56

**Capital Projects Funds:**

Combining Balance Sheet .....	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balance .....	59
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual	
(Non-GAAP Budgetary Basis)—City Combined Fund .....	60
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual	
(Non-GAAP Budgetary Basis)—Redevelopment Agency .....	61
Schedule of Revenues, Expenditures, and Changes in Fund Balance, Budget and Actual	
(Non-GAAP Budgetary Basis)—Special Assessment Fund .....	62

**Enterprise Funds:**

Combining Balance Sheet . . . . .	64
Combining Statement of Revenues, Expenses, and Changes in Retained Earnings . . . . .	68
Combining Statement of Cash Flows . . . . .	70

**Internal Service Funds:**

Combining Balance Sheet . . . . .	76
Combining Statement of Revenues, Expenses and Changes in Retained Earnings . . . . .	77
Combining Statement of Cash Flows . . . . .	78

**Fiduciary Funds:**

Combining Balance Sheet . . . . .	82
Combining Statement of Revenues, Expenditures and Changes in Fund Balance—Expendable Trust Fund, Urban Growth Management . . . . .	84
Combining Statement of Changes in Assets and Liabilities—All Agency Funds . . . . .	85
Statement of Changes in Assets and Liabilities—City Departmental and Special Purpose . . . . .	86
Statement of Changes in Assets and Liabilities—Special Assessment . . . . .	87
Statement of Changes in Assets and Liabilities—Deferred Compensation . . . . .	88
Statement of Change in Plan Net Assets Available for Benefits . . . . .	89

**General Fixed Assets Account Group:**

Schedule of General Fixed Assets by Function and Activity . . . . .	92
Schedule of Changes in General Fixed Assets by Function and Activity . . . . .	93
Schedule of General Fixed Assets by Source . . . . .	94

**STATISTICAL SECTION:**

General Government Expenditures by Function . . . . .	96
General Government Revenue by Source . . . . .	96
Property Tax Levies and Collections . . . . .	97
Assessed and Estimated Actual Value of Taxable Property . . . . .	97
Property Tax Rates—All Overlapping Governments . . . . .	98
Principal Taxpayers . . . . .	98
Special Assessment Billings and Collections . . . . .	99
Computation of Legal Debt Margin . . . . .	99
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita . . . . .	100
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures . . . . .	100
Computation of Overlapping Debt . . . . .	101
Revenue and General Obligation Bond Coverage . . . . .	102
Demographic Statistics . . . . .	103
Property Value and Construction . . . . .	103
Miscellaneous Statistical Data . . . . .	104

## **INTRODUCTORY SECTION**

December 15, 1998

Honorable James Patterson, Mayor,  
Distinguished City Council  
and Citizens  
City Hall  
Fresno, California

The 39th Comprehensive Annual Financial Report (CAFR) of the City of Fresno, California (City), for the fiscal year ended June 30, 1998, is hereby submitted in accordance with Section 804(c) of the City Charter. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City. To the best of my knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of the operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The comprehensive annual financial report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the City's organizational chart, and a list of principal officials. The financial section includes the general-purpose financial statements, the combining and individual fund and account group financial statements and schedules, as well as the auditor's report on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and U.S. Office of Management and Budget Circular A-128, Audits of State and Local Governments. Information related to this single audit, including the schedule of federal financial assistance, findings and recommendations, and auditor's reports on the internal control structure and compliance with applicable laws and regulations, are included in a separate report.

This report includes all funds and account groups which are controlled by or dependent upon the City. The City provides the full range of municipal services contemplated in the City Charter. These include police and fire protection, public works, parks and recreation, development services, and the related activities that support these line functions. In addition, the City operates

a number of enterprise operations including water, sewer, community sanitation and solid waste utilities, two airports, parking garages, three golf courses, a transit system, and a convention center.

This report includes all funds and account groups of the City and its related entities and their funds, as appropriate. For example, the Fresno Redevelopment Agency, a related entity, is reported as a Debt Service and Capital Projects Fund in the statements. This report also includes various financing authorities and corporations reported in the governmental and proprietary funds.

## **GOVERNMENT STRUCTURE, LOCAL ECONOMIC CONDITION AND OUTLOOK**

The City was incorporated in 1885, and is located in the central part of California. The City currently has a land area of 103 square miles and a population of 411,600. The City also has the power by state statute to extend its corporate limits by annexation, which is done periodically when deemed appropriate by the council.

The City operates under the strong-Mayor form of government. Under the strong-Mayor form of government the Mayor serves as the City's chief executive officer, appointing and overseeing the City Manager, recommending legislation and presenting the annual budget to the City Council. The Mayor does not participate in Council deliberations, except by exercising veto power.

Legislative authority is vested with the seven-member City Council. The City Council exercises all legislative powers, except those specifically granted to the Mayor. The powers include the appointment and removal of the City Attorney and City Clerk, the authority to make all laws involving municipal affairs subject to the Charter, and to control all of the City's legal business and proceedings. At its first meeting of the year, the City Council elects a President from among its members to serve a one-year term. The President is the presiding officer of the Council and will fill any vacancy in the Office of the Mayor.

As the City continues to offer a quality lifestyle with housing prices well below the state average, it has continued to be among the fastest growing areas in the state. The City has become a regional center for service industries, such as insurance and financial firms, and has continued to attract light industry, such as food processing plants. This growth, combined with the strong agricultural base, has sustained Fresno's economy during a period of statewide economic recession. Property tax assessments within the City have increased 20 percent over the last five years, for an average of 4 percent per year. As the annual increase under Article XIII of the California Constitution has averaged 1.5 percent annually, these statistics represent an annual real growth of almost 3 percent each year. Additionally, as the City is the dominant City within Fresno County, it is able to retain a large percentage of purchases made from wages earned within the City. Information from the State of California shows that 75 percent of the effective buying income stays within the City, far exceeding the amounts for other cities of comparable size and demographics.

Previous financial problems at the state level have resulted in the City's general fund transferring over \$12 million per year to the state and county during each of the last five years. While no increases in the annual amount are expected in the immediate future, the cumulative affect of the transfers has resulted in the streamlining of administrative operations and the reduction of low-priority services provided by departments within the City's general fund.

## MAJOR INITIATIVES

### For the Year:

During fiscal year 1998, the City continued its focus on three major themes: public safety, job creation, and beautification. In regard to public safety, the City has increased its number of sworn police officers to 608, the highest number in the history of the City. The City also continued the operation of two helicopters that provide increased pursuit and surveillance opportunities for the department. As a result of these investments, the City's crime rates have decreased in all reported areas for the third straight year.

During this fiscal year, the City was selected as the site for a regional distribution center for GAP, Inc., a California-based Fortune 200 company. The center will be constructed in five phases, with the first phase opening in Spring 1999. When completed, it will contain just under two million square feet of distribution facilities, one hundred thousand square feet of office space, and a ten thousand square foot retail location. The project is anticipated to create 1,700 new jobs. The City has also provided conduit financing for Palm Bluffs, a 210 acre in-fill development consisting of light industrial, commercial, and residential facilities.

To make Fresno more business friendly, the City established three task force teams. Their goal was to find ways to reduce the cost of doing business in Fresno and reduce the time it takes to get through the City's planning and inspection processes. These efforts have resulted in truly "one-stop shopping" in the Development Department. Staffs from several City departments, as well as other outside agencies, meet together on a daily basis to resolve development and business-related questions and issues. This significantly reduces the time it takes to get a project through the development process because customers no longer have to visit several departments and agencies all over town to obtain the necessary approvals.

The City's efforts in beautification have resulted in over 5 thousand square feet of graffiti being removed from public and private property each day during the year. An innovative solution to the graffiti problem is the Tagger-To-Work Program, which holds juvenile taggers accountable for their behavior. The program has resulted in the taggers spending over 47,000 hours hoeing, weeding, and removing litter and debris from various properties throughout the City. The City also planted over 1,000 trees in median islands throughout the City; and over 3,200 trees were planted in residential, commercial and industrial areas.

The City also made a significant investment in infrastructure, with major improvements to streets, curbs, gutters, and sidewalks in 12 neighborhoods. The improvements included the application of overlay, slurry seal and fog seal to over 105 miles of City streets, replacement and repair of over 65,000 linear feet of curbs and gutters, and over 330,000 square feet of sidewalk repairs.

### For the Future:

The City's Exhibit Hall expansion is scheduled to open during the next fiscal year. The facility is approximately 162,300 square feet, and includes 3 new exhibit halls, 20 meeting rooms, pre-function lobbies, kitchen/serving areas, administrative offices, and support facilities. It will be operated by the staff of the City's Convention Center Department

The City has also begun the Grantland Trunk Sewer project. The project includes construction of over 12 miles of sanitary sewer mains, manholes and other structures, boring and jacking steel casings, repaving, traffic control, building demolition with appurtenant asbestos abatement, constructing agricultural irrigation system improvements, landscape irrigation improvements, landscape improvements and planting, and removing and replacing traffic signal equipment within the City of Fresno and unincorporated areas of the County of Fresno. When completed, the project will provide sewer access to under-developed areas in the northwest portion of the City.

The City will be receiving bids for the expansion and renovation of the terminal facilities at Fresno Yosemite International Airport. The 113,500 square foot expansion will include a second-level passenger boarding area, direct access jetways, administrative offices, and additional baggage claim areas. It will also include a Federal Inspection Service facility, which is needed to handle direct international flights.

### Department Focus

The Public Works Department provides a variety of public services that improve the quality of life in our community. These services will result in highly visible end products, usually related to the infrastructure within our City. Generally, funding priorities have allowed the department to construct two to three neighborhood revitalization projects a year, along with the other areas set as priority projects for capital. In FY 98, the Department implemented an improved strategy previously used to upgrade streets in the Heaton neighborhood. The strategy repaired curbs, gutters, sidewalks; installed new curbing; and overlaid existing pavement in 12 neighborhoods. In taking a neighborhood approach to the renewal of aging infrastructure, it is hoped that this process will be the first step in restoring a sense of pride and commitment in these neighborhoods and will be the first step in restoring a sense of pride and commitment in these neighborhoods and will encourage them to revitalize their own homes and yards.

The Parks, Recreation and Community Services Department oversees numerous capital improvement projects and provides a variety of recreation and community service programs and projects. These activities continue to enhance the beauty of the City and improve the quality of life for its residents. The Department completed construction of three neighborhood parks and four pocket parks during FY 98. The Department also, through the Mayor's Beautification Program, planted over 1,000 trees and installed irrigation on approximately 22 acres of median islands throughout the City. The Department offers recreation programs at 59 elementary schools and at 21 neighborhood and community parks, featuring activities such as youth sports leagues, tournaments, arts and crafts, organized games, drama and special events. Other activities provided are basketball, baseball, softball, flag football, outdoor and indoor soccer, volleyball leagues, kator and table tennis, and instructional classes in leather crafts, ceramics and survival cooking on both a fee basis for adults and a non-fee or low-fee basis for youth.

The Youth-At-Risk Program moved into its second year of operation, providing alternative activities for at-risk youth. The program provides sports leagues and tournaments, gang prevention and leadership workshops, and involve youth in community service projects.

The Department also operates the Chaffee Zoological Garden, which provides a nationally accredited zoological gardens for wholesome family recreation and wildlife education. The zoo contains approximately 100 exhibits housing over 700 animals, with emphasis placed on quality



of animal care and public presentations rather than quantity. The Department will continue to strive for the improvement of animal exhibits and public enjoyment of the zoo.

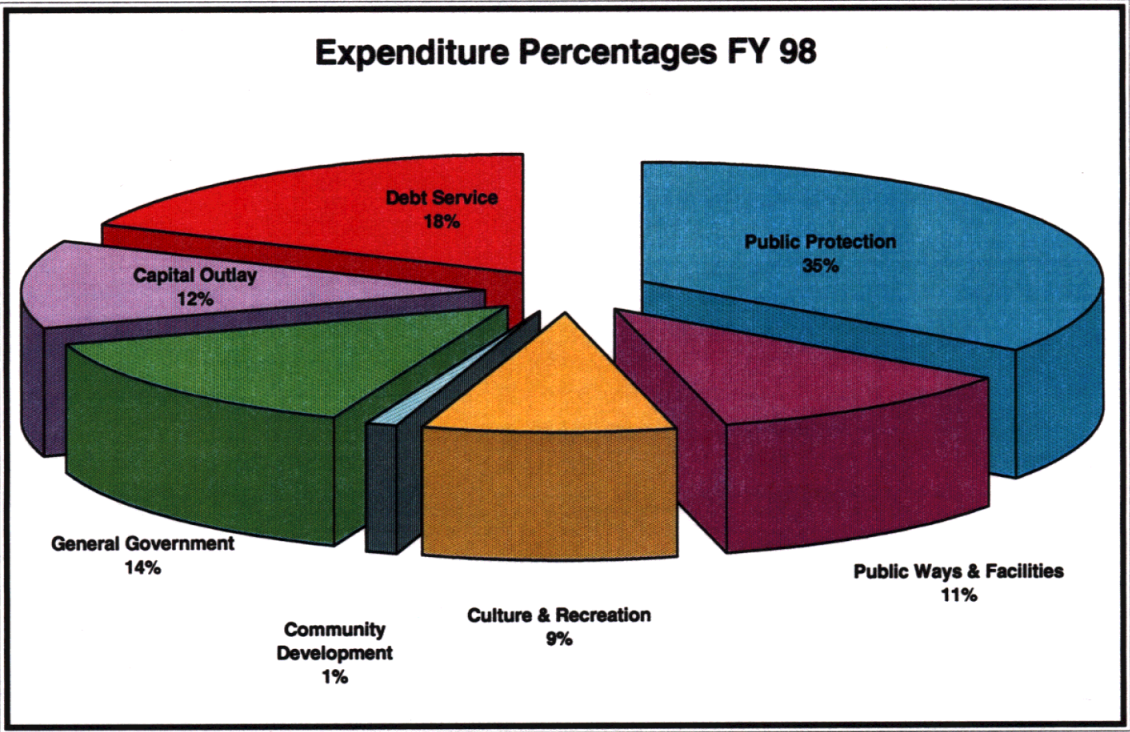
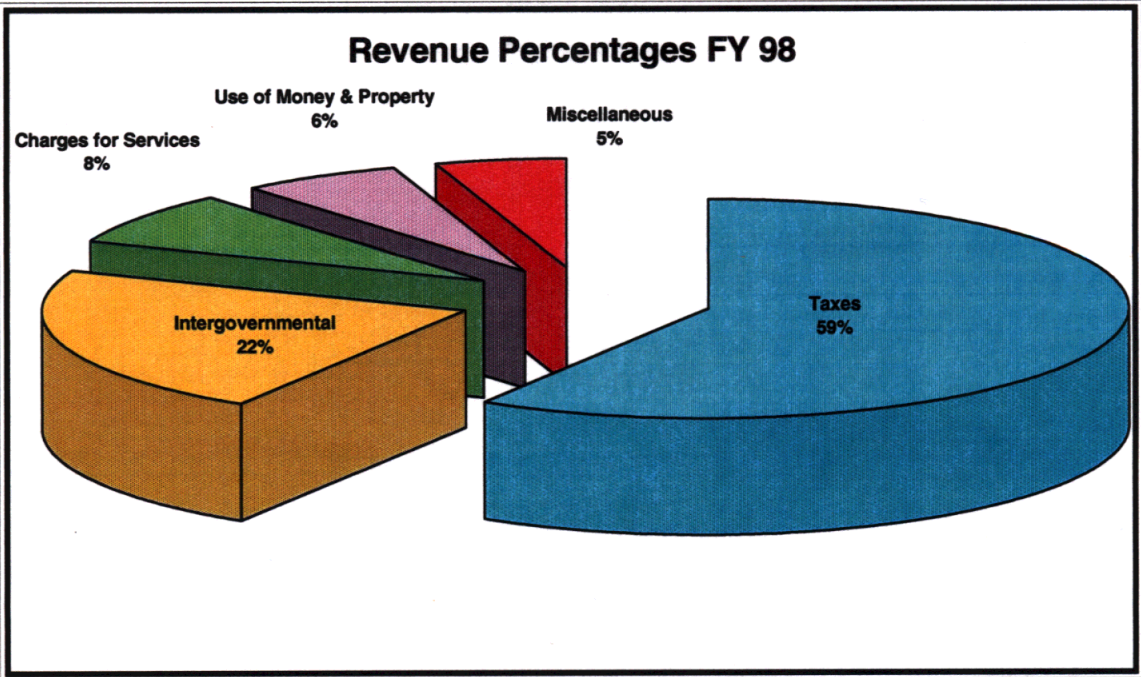
## **FINANCIAL INFORMATION**

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal, state and county financial assistance, the City also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and the internal audit staff of the City. As a part of the City's single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the government has complied with applicable laws and regulations. The results of the City's single audit for the fiscal year ended June 30, 1998, provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Additionally, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the general fund, special revenue funds and certain debt service funds are included in the annual appropriated budget. Project-length financial plans are adopted for certain capital projects funds. The level of budgetary controls (the level at which expenditures cannot legally exceed the appropriated amount) is maintained at the department level by object (major expenditure category) through an encumbrance system prior to the release of purchase orders to vendors. Purchase orders that result in an overrun of department-level balances by object are not released until additional appropriations are made available. Open encumbrances at June 30, 1998, are reported as reservations of fund balance.

# General Government Funds



## General Government Functions and General Fund Balance

The following schedule presents a summary of the general fund, special revenue funds, debt service funds, and capital projects funds revenues and expenditures for the years then ended June 30, 1998, and 1997.

	1998		1997		Increase/Decrease Over 1997	
	Amount	% of Total	Amount	% of Total	Amount	Percent
<b>Revenues</b>						
Taxes	\$ 112,883	59	\$ 107,510	59	\$ 5,373	5
License & Permits	372	-	273	-	99	36
Intergovernmental	42,409	22	38,783	21	3,626	9
Charges for Services	15,814	8	18,652	10	(2,838)	(15)
Fines	90	-	71	-	19	27
Use of Money & Property	12,194	6	12,880	7	(686)	(5)
Gain on Sale of Investments	-	-	-	-	-	-
Miscellaneous	9,812	5	5,896	3	3,916	66
<b>Totals</b>	<b>\$ 193,574</b>	<b>100</b>	<b>\$ 184,065</b>	<b>100</b>	<b>\$ 9,509</b>	
<b>Expenditures</b>						
Public Protection	\$ 66,843	35	\$ 64,110	34	\$ 2,733	4
Public Ways & Facilities	20,652	11	17,699	9	2,953	17
Culture & Recreation	16,949	9	15,352	8	1,597	10
Community Development	1,458	1	5,581	3	(4,123)	(74)
General Government	27,358	14	31,982	17	(4,624)	(14)
Capital Outlay	22,006	12	16,685	9	5,321	32
Debt Service	34,933	18	37,871	20	(2,938)	8
<b>Totals</b>	<b>\$ 190,199</b>	<b>100</b>	<b>\$ 189,280</b>	<b>100</b>	<b>\$ 919</b>	

The decrease in general governmental revenues was primarily due to a \$1.1 million decrease in State funding received by the City's Capital Project Funds.

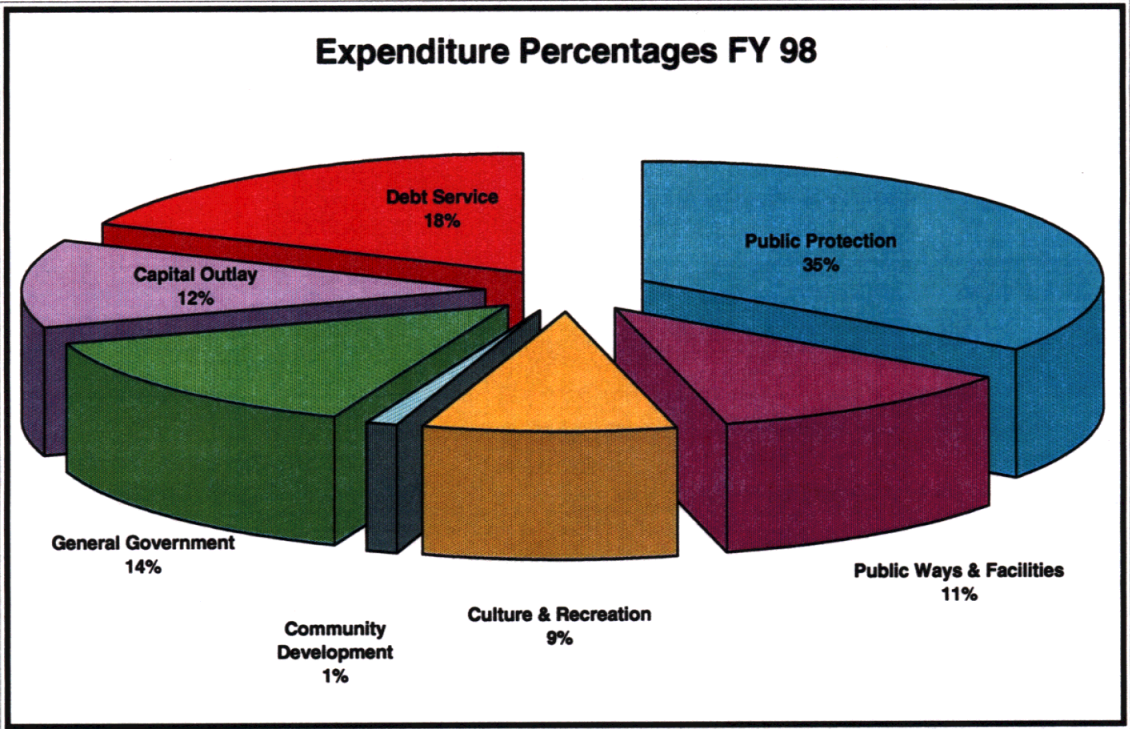
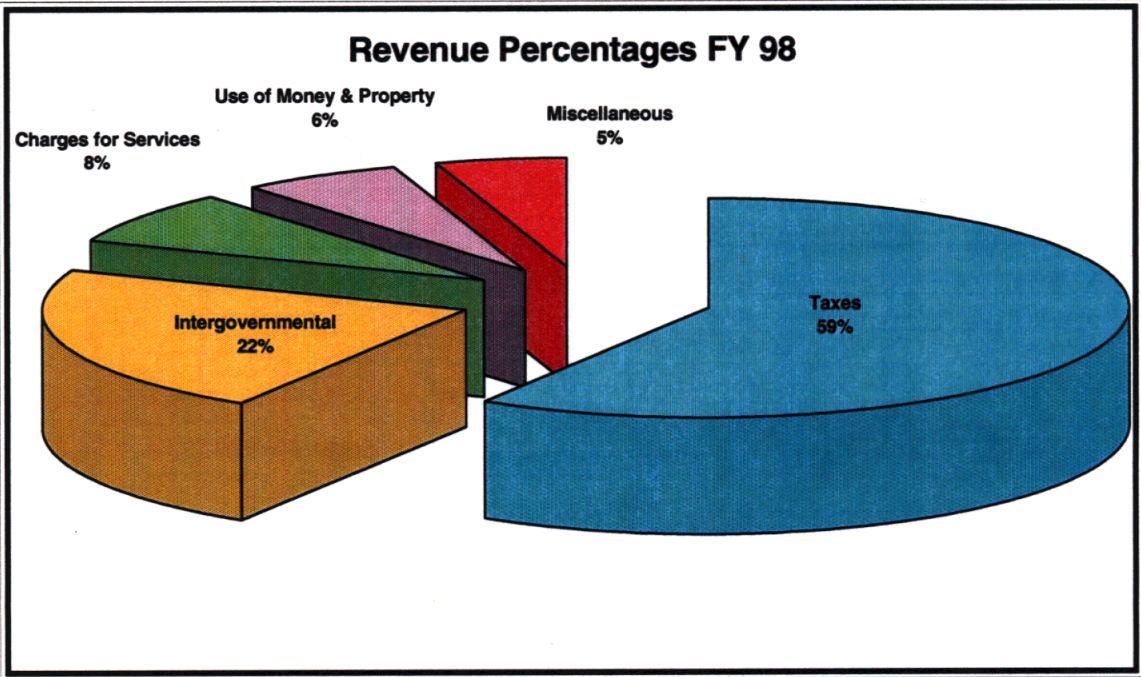
The decrease in Capital Outlay expenditures was due to an increase in projects that were completed during fiscal year 1996. The 1997 expenditures were consistent with the amount from fiscal year 1995.

The \$3.5 million increase in Debt Service expenditures was primarily due to the \$3.0 million payment as part of the refinancing of the City's Judgment Obligation Notes.

## General Fund Balance

The fund balance of the general fund decreased by approximately 15 percent. This was due to expenditures and financing uses increasing by \$3.6 million while revenues increased by only \$300,000.

# General Government Funds



## Enterprise Operations

The City's enterprise operations include four utility funds, which include water and sewer systems, a solid waste management operation and a community sanitation operation. Additionally, the City operates a transit system, two municipal airports, a convention center, parking structures, two regional and 34 neighborhood parks with tennis courts, community centers, swimming pools, an auditorium, and three golf courses. Also, the City accounts for its development services operations in an enterprise fund.

Because of improved efficiencies in service deliveries to the public, there were only moderate user rate increases in the utility funds. All other enterprise operations showed little to no rate increases during the fiscal year.

Operating revenues for all of the enterprise operations combined increased by approximately one percent from last year.

The following summary compares the net income (loss) of the current year to the prior year for each Enterprise Fund (dollars in thousands):

<u>Enterprise Fund</u>	<u>Net Income/ (Loss) 1998</u>	<u>Net Income/ (Loss) 1997</u>
Water System	\$ 6,881	\$ 3,479
Sewer System	9,692	16,126
Solid Waste Management	3,899	(5,598)
Community Sanitation	622	29
Transit	(2,541)	(2,260)
Airports	213	(1,640)
Convention Center	(1,410)	(1,357)
Parking	200	853
Parks & Recreation	(483)	226
Development Services	<u>(629)</u>	<u>(723)</u>
Totals	\$ <u>16,444</u>	\$ <u>9,135</u>

The sewer system showed an increase in net income of approximately \$4.5 million, due to an increase in revenues of \$4.8 million.

The City's airports showed a net loss of \$1.6 million, an increase of almost \$900,000 from last year. The increased loss was due to a \$460,000 reduction in operating revenues coupled with a \$440,000 increase in operating expenses.

The net loss in the transit system was equal to depreciation expense. Depreciation expense for the transit system is not funded by state and federal granting agencies. However, farebox revenues and ridership continue to rise.

## Debt Administration

At year-end, the City had a number of debt issues outstanding. These issues, net of applicable unamortized discounts, included \$81,468,000 in certificates of participation, \$377,822,000 in revenue bonds, \$7,075,000 in tax allocation bonds, \$230,310,000 in pension obligation bonds, and \$4,830,000 in judgment obligation bonds. The City has maintained a "AAA" rating with the credit rating agencies.

The debt issued during the year was \$3,045,000 of judgment obligation notes. The notes were a refinancing of the 1994 judgment obligation notes which were redeemed in August 1996.

## Cash Management Policies and Practices

The City invests all of its public funds in accordance with a Council-approved investment policy and the California Government Code. The policy's objectives for the portfolio are (in order of importance) safety, liquidity, and yield. It is the City's policy to minimize credit and market risk while maintaining a competitive yield on its portfolio. Accordingly, the policy permits investments in certificates of deposit, obligation of the U.S. Treasury and U.S. Government sponsored corporations and agencies, commercial paper, corporate bonds, medium-term notes, banker's acceptances, repurchase and reverse repurchase agreements, mutual funds invested in U.S. Government and Treasury obligations, and the state treasurer's investment pool.

The City invests in no derivatives other than structured (step-up) notes, and floored floater notes, which guarantee coupon payments. These are minimal risk instruments. All of the City's investments, which are categorized according to credit risk as defined by the Governmental Accounting Standards Board, are classified in the category of lowest risk. All categorized investments are held by a third-party custodian in the City's name.

With regard to investment style, the City employs a semi-active strategy in managing the portfolio. First, all prospective investments are reviewed from the standpoint of the risk of loss of principal. Once safety concerns have been addressed, all investments are purchased with the intention of holding them until maturity. They are purchased at a point in time and with a particular maturity date judged to be the most advantageous in terms of meeting the City's liquidity needs and maximizing the return on the portfolio.

However, as time passes and market conditions change, opportunities often arise in which funds can be repositioned into other assets offering even greater advantages to the portfolio. In these circumstances, one investment may be sold or swapped for another. Sometimes this results in a capital gain from the sale and at other times a loss. But in all cases, the gain or loss, combined with returns from the newly acquired investment, results in a net added return to the portfolio.

The City, through its Pension Trusts, has invested in certain funds managed by several of its investment counselors. As a part of their portfolio management strategy, investment counselors may enter into a variety of derivative financial instruments. It is the City's policy that these contracts are entered into as a hedging strategy and not for speculative purposes.



The City's policy permits investments in securities with maturities ranging from one day to five years. However, investments are made to coincide with the City's cash needs, including payroll dates and debt service payments. The average maturity is 2.4 months. For the 12 months ended June 30, 1998, the average yield on the portfolio was 6.08 percent. Total earnings for the year were approximately \$15.2 million. The portfolio composition at June 30, 1998, is as follows:

U.S. Treasury Securities	1%
U.S. Government Sponsored Corporations	66%
Corporate Notes & Bonds	25%
Mutual Funds	1%
California LAIF	<u>7%</u>
Total	<u>100%</u>

### Risk Management

The City's Risk Management Division is responsible for the administration of the City's Property and Liability Self-Insurance fund, which uses a combination of self-insurance and private insurance to protect the City against risks that cannot be eliminated. Currently, the City is engaged in an Owner-Controlled Insurance Program covering the wastewater treatment expansion. The Division investigates and manages all liability claims and property losses; evaluates risk exposure and insurance needs; protects against contractual loss by reviewing and preparing insurance and indemnification portions of construction contracts, leases and agreements; emphasizes ongoing operational loss control; and purchases all insurance coverages for the City.

The City is self-insured for liability exposures, with a self-insured retention of \$2,500,000 and purchased excess liability insurance in the amount of \$12,500,000, except for the Fresno Airport, which has liability insurance coverage with limits up to \$50,000,000, with a \$7,500 deductible. The City has all risk property insurance for physical loss or damage with a \$25,000 deductible and limits of insurance up to \$200,000,000.

### Pension Trust Fund

The Pension Trust Funds consist of two trusts: the First and Second Tier Fire and Police Retirement Systems and the Employees' Retirement System. The net gain in assets for the Fire and Police System was \$116.4 million (\$682.5 to \$798.9 million) and the Employees' Systems increased by \$107.5 million (\$609.4 to \$716.9 million). The gains were the result of outstanding investment returns, which totaled 20.2 percent for the fiscal year. The Systems' investment returns have averaged 15.5 percent over the previous five years versus the actuarial interest rate assumption of 8.25 percent. The investment returns for the fiscal year ranked in the top 17th percentile of the public funds universe used by the Boards' investment consultant to evaluate the performance of the Systems.

## **OTHER INFORMATION**

### Independent Audit

City Charter Section 1216 requires an annual audit of the City's financial records, transactions and reports by an independent certified public accounting firm. The accounting firm of Brown, Armstrong, Randall, Reyes, Paulden & McCown was selected to perform the 1998 audit. Their report on the general purpose financial statements and the combining and individual fund and account group financial statements and schedules is included in the financial section of the CAFR.

### Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1997. This is the fifth consecutive year that the City has received this prestigious award. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for presentation of state and local government financial reports. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents conform to program standards. The CAFR must also satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the requirements of the Certificate of Achievement program, and we are submitting it to the GFOA to determine its eligibility for another certificate.

### Acknowledgements

I would like to express sincere appreciation to the Finance Division staff and the accounting firm of Brown, Armstrong, Randall, Reyes, Paulden & McCown for their tremendous effort in preparing this report. I would also like to thank the rest of the Department of Administrative Services staff for their assistance in completing this task.

Andrew T. Souza  
Controller



**CITY OF FRESNO, CALIFORNIA  
MAYOR AND COUNCIL MEMBERS**

<b>Member</b>	<b>Term Expires</b>
<b>MAYOR</b>	
James Patterson	January 2001
<b>COUNCIL MEMBERS</b>	
Mike Briggs, District 1	January 1999
Chris Mathys, District 2	January 2001
Dan Ronquillo, District 3	January 1999
Ken Steitz, District 4	January 2001
Sal Quintero, District 5	January 1999
Gary Bredefeld, District 6	January 2001
Henry Perea, District 7	January 1999

**CITY OFFICIALS**

Jeffrey M. Reid, City Manager  
Hilda Cantú Montoy, City Attorney  
Rebecca E. Klisch, City Clerk

# CITY OF FRESNO

FINANCIAL SECTION

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Fresno,  
California

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 1997

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Douglas R. Ellsworth*  
President

*Jeffrey L. Esser*  
Executive Director

## **FINANCIAL SECTION**



**CITY OF FRESNO, CALIFORNIA**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**JUNE 30, 1998**  
**(Dollars in Thousands)**

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Assets and Other Debits</b>				
<b>Assets:</b>				
Cash and Investments (Note 4)	\$ 2,526	\$ 3,488	\$ 6,465	\$ 6,861
Receivables, net:				
Accounts	1,959			
Grants		8,958		
Property Taxes	4,254			
Loans (Note 7)			5,890	
Material and Supplies Inventory				
Due From Other Governmental Agencies	9,347	350		400
Due From Other Funds (Note 5)	3,325	1,280	6,777	1,520
Restricted Assets (Note 6)		1,215	11,316	
Notes Receivable, Current (Note 7)				81
Interest Receivable	376	196		171
Securities Lending				
Notes Receivable, Long-Term (Note 7)		32,382	1,243	
Other Receivables	335			
Other Assets		1,819		
Accounts Receivable From Solid Waste Rate Payers (Note 22)				
Advances to Other Funds (Note 5)	11,586	27,942		13,042
Property, Plant and Equipment, Net (Notes 8 & 9)				
<b>Other Debits:</b>				
Amount Available in Debt Service Funds for				
Repayment of General Long-Term Debt				
Amount to be Provided in Future Years				
<b>Total Assets and Other Debits</b>	<b>\$ 33,708</b>	<b>\$ 77,630</b>	<b>\$ 31,691</b>	<b>\$ 22,075</b>

The accompanying notes are an integral part of these financial statements.

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	
\$ 42,666	\$ 45,920	\$ 1,652,388	\$	\$	\$ 1,760,314
19,732	62	49,964			71,717
3,217					12,175
					4,254
					5,890
2,160	650				2,810
3,363		212			13,672
7,551	5,831	1,923			28,207
293,679	7,586				313,796
		86			167
1,506	1,073	5,442			8,764
		150,699			150,699
					33,625
39,425					39,760
9,311	765				11,895
17,547					17,547
4,577					57,147
550,237	29,031		171,259		750,527
				24,527	24,527
				363,642	363,642
<u>\$ 994,971</u>	<u>\$ 90,918</u>	<u>\$ 1,860,714</u>	<u>\$ 171,259</u>	<u>\$ 388,169</u>	<u>\$ 3,671,135</u>

(Cont'd)

**CITY OF FRESNO, CALIFORNIA**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**JUNE 30, 1998**  
**(Dollars in Thousands)**  
**(Continued)**

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Liabilities, Equity, and Other Credits</b>				
<b>Liabilities:</b>				
Accrued Liabilities	\$ 3,957	\$ 904	\$	\$ 1,373
Deferred Compensation Benefits (Note 14)				
Liability for Self-Insurance, Current (Note 13)				
Unearned Revenue	3,375	1,762		
Due to Other Governmental Agencies				
Due to Other Funds (Note 5)	644	1,015	31	6,709
Bonds Payable, Current (Note 10)				
Notes Payable, Current (Note 10)				209
Capital Lease Obligations, Current (Notes 9 & 10)				
Securities Lending				
Advances From Other Funds (Notes 5 & 10)				
Bonds Payable, Long-Term (Note 10)				
Notes Payable, Long-Term (Note 10)				
Capital Lease Obligations, Long-Term (Notes 9 & 10)				
Long-Term Debt Payable (Note 10)				
Liability for Self-Insurance, Long-Term (Note 13)				
Other Liabilities				
Prepayment of Special Assessments				
Deposits Held for Others				
Accrued Closure Costs, Long-Term (Note 22)				
<b>Total Liabilities</b>	<b>7,976</b>	<b>3,681</b>	<b>31</b>	<b>8,291</b>
<b>Equity and Other Credits:</b>				
Investment in General Fixed Assets (Note 8)				
Contributed Capital				
Retained Earnings:				
Reserved (Note 17)				
Unreserved				
<b>Fund Balances:</b>				
Reserved (Note 17)	12,801	69,830	31,660	19,825
Unreserved	12,931	4,119		(6,041)
<b>Total Equity and Other Credits</b>	<b>25,732</b>	<b>73,949</b>	<b>31,660</b>	<b>13,784</b>
<b>Total Liabilities, Equity, and Other Credits</b>	<b>\$ 33,708</b>	<b>\$ 77,630</b>	<b>\$ 31,691</b>	<b>\$ 22,075</b>

The accompanying notes are an integral part of these financial statements.



Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	
\$ 21,265	\$ 3,905	\$ 86,765	\$	\$	\$ 118,169
	12,145	61,221			61,221
6,547		16,316			12,145
5,523					28,000
7,964	7,225	4,619			5,523
8,420	960				28,207
92					9,380
98	560				301
		150,700			658
				64,528	150,700
368,467	2,610			304,915	64,528
1,626				9,080	675,992
376	810			899	10,706
	14,604			8,747	2,085
38,272					8,747
		225			14,604
61,019	1,438	14,952			38,272
33,883					225
					77,409
553,552	44,257	334,798		388,169	33,883
					1,340,755
311,354	8,334		171,259		171,259
22,286	5,162				319,688
107,779	33,165				27,448
		1,525,916			140,944
					1,660,032
					11,009
441,419	46,661	1,525,916	171,259		2,330,380
\$ 994,971	\$ 90,918	\$ 1,860,714	\$ 171,259	\$ 388,169	\$ 3,671,135

**CITY OF FRESNO, CALIFORNIA**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND**  
**FISCAL YEAR ENDED JUNE 30, 1998**  
**(Dollars in Thousands)**

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Revenues:</b>				
Taxes	\$ 96,456	\$ 11,037	\$ 5,389	\$
Licenses and Permits	372			
Intergovernmental	21,241	18,166		3,002
Charges for Services	14,547	1,267		
Fines	90			
Use of Money and Property	2,458	1,434	7,334	968
Miscellaneous	4,692	2,594	1,047	1,479
<b>Total Revenues</b>	<b>139,856</b>	<b>34,498</b>	<b>13,770</b>	<b>5,449</b>
<b>Expenditures:</b>				
Current:				
General Government	24,721	57	2,580	
Public Protection	66,843			
Public Ways and Facilities	15,207	5,445		
Culture and Recreation	16,949			
Community Development		1,458		
Capital Outlay	346	10,533		11,127
Debt Service:				
Principal	99	390	10,583	
Interest	1,204	588	22,069	
<b>Total Expenditures</b>	<b>125,369</b>	<b>18,471</b>	<b>35,232</b>	<b>11,127</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>14,487</b>	<b>16,027</b>	<b>(21,462)</b>	<b>(5,678)</b>
<b>Other Financing Sources (Uses):</b>				
Operating Transfers In	9,586	2,399	25,459	2,219
Operating Transfers Out	(22,157)	(13,515)	(795)	(490)
Note Proceeds			3,156	
Loan Proceeds	712		3,770	
Gain (Loss) on Investments			(84)	
<b>Total Other Financing Sources (Uses)</b>	<b>(11,859)</b>	<b>(11,116)</b>	<b>31,506</b>	<b>1,729</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses</b>	<b>2,628</b>	<b>4,911</b>	<b>10,044</b>	<b>(3,949)</b>
<b>Fund Balances at Beginning of Year</b>	<b>23,104</b>	<b>69,038</b>	<b>23,568</b>	<b>17,733</b>
Prior Period Adjustment			(1,952)	
<b>Fund Balances at Beginning of Year as Restated</b>	<b>23,104</b>	<b>69,038</b>	<b>21,616</b>	<b>17,733</b>
<b>Fund Balances at End of Year</b>	<b>\$ 25,732</b>	<b>\$ 73,949</b>	<b>\$ 31,660</b>	<b>\$ 13,784</b>

The accompanying notes are an integral part of these financial statements.

---

Fiduciary Fund Types	
Expendable Trust	Totals (Memorandum Only)
\$	\$ 112,882
	372
	42,409
1,119	16,933
	90
606	12,800
	9,812
<u>1,725</u>	<u>195,298</u>
155	27,513
	66,843
	20,652
	16,949
	1,458
2,235	24,241
	11,072
	23,861
<u>2,390</u>	<u>192,589</u>
<u>(665)</u>	<u>2,709</u>
76	39,739
	(36,957)
	3,156
	4,482
	(84)
76	10,336
(589)	13,045
<u>10,559</u>	<u>144,002</u>
	(1,952)
10,559	142,050
<u>\$ 9,970</u>	<u>\$ 155,095</u>

**CITY OF FRESNO, CALIFORNIA**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS--NOTE 21)**  
**GENERAL, SPECIAL REVENUE, DEBT SERVICE AND CAPITAL PROJECTS FUNDS**  
**FISCAL YEAR ENDED JUNE 30, 1998**  
**(Dollars in Thousands)**

	General Fund		Special Revenue Funds	
	Actual	Budget	Actual	Budget
<b>Revenues:</b>				
Taxes	\$ 91,006	\$ 93,145	\$ 11,047	\$ 12,503
Licenses and Permits	938	1,044		
Intergovernmental	21,631	21,419	17,831	33,039
Charges for Services	15,265	15,726	1,196	1,075
Fines	90	80		
Use of Money and Property	1,914	1,734	500	589
Miscellaneous	4,350	4,278	3,548	2,236
Prior Year Resources	(551)	883	3,354	11,708
<b>Total Revenues</b>	<b>134,643</b>	<b>138,310</b>	<b>37,476</b>	<b>61,150</b>
<b>Expenditures:</b>				
Current:				
General Government	61,578	62,633	1,716	1,756
Public Protection	83,436	85,467	589	644
Public Ways and Facilities	15,220	16,250	295	967
Culture and Recreation	16,895	17,249		1,014
Community Development			4,202	6,293
Capital Outlay	436	1,130	16,586	37,275
Debt Service:				
Principal				
Interest				
<b>Total Expenditures</b>	<b>177,565</b>	<b>182,729</b>	<b>23,388</b>	<b>47,949</b>
<b>Excess of Revenues (Deficiency) Over (Under) Expenditures</b>	<b>(42,922)</b>	<b>(44,418)</b>	<b>14,088</b>	<b>13,201</b>
<b>Other Financing Sources (Uses):</b>				
Operating Transfers In	14,232	14,955	2,399	3,850
Operating Transfers Out	(323)	(1,780)	(15,302)	(17,524)
Loan Proceeds	30,704	30,144		
<b>Total Other Financing Sources (Uses)</b>	<b>44,612</b>	<b>43,319</b>	<b>(12,902)</b>	<b>(13,674)</b>
Excess of Revenues and Other Sources Over Expenditures and Other Uses	1,690	(1,099)	1,185	(473)
<b>Fund Balances at Beginning of Year</b>	<b>57,386</b>	<b>8,680</b>	<b>81,435</b>	<b>6,707</b>
<b>Fund Balances at End of Year</b>	<b>\$ 59,076</b>	<b>\$ 7,580</b>	<b>\$ 82,620</b>	<b>\$ 6,234</b>

The accompanying notes are an integral part of these financial statements.

---

Debt Service Fund		Capital Projects Funds	
Actual	Budget	Actual	Budget
\$ 3,975	\$ 4,431	\$	\$
		3,002	4,919
1,170	266	601	260
1,047	277	1,319	2,380
4,055	7,684	7,389	8,895
10,247	12,658	12,311	16,455
1,497	1,137	54	565
		586	1,300
		18	6,743
		25	74
		10,048	27,986
617	1,004		
667	667		
2,781	2,808	10,731	36,668
7,466	9,850	1,580	(20,213)
		2,422	4,321
(795)	(1,011)	(771)	(443)
3,200	1,100		7,268
2,405	89	1,651	11,146
9,871	9,939	3,231	(9,067)
37,880	24,242	90,980	(17,433)
\$ 47,751	\$ 34,181	\$ 94,211	\$ (26,500)

**CITY OF FRESNO, CALIFORNIA**  
**COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES**  
**IN RETAINED EARNINGS**  
**ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS**  
**FISCAL YEAR ENDED JUNE 30, 1998**  
**(Dollars in Thousands)**

	Proprietary Fund Types		Totals
	Enterprise	Internal Service	(Memorandum Only)
<b>Operating Revenues:</b>			
Charges for Services	\$ 145,213	\$ 66,651	\$ 211,864
<b>Total Operating Revenues</b>	<u>145,213</u>	<u>66,651</u>	<u>211,864</u>
<b>Operating Expenses:</b>			
Cost of Services	74,912	49,907	124,819
Administration	45,893	14,022	59,915
Amortization	399	332	731
Depreciation	13,662	6,365	20,027
<b>Total Operating Expenses</b>	<u>134,866</u>	<u>70,626</u>	<u>205,492</u>
<b>Operating Income</b>	<u>10,347</u>	<u>(3,975)</u>	<u>6,372</u>
<b>Nonoperating Revenues (Expenses):</b>			
Loss on Sale of Property, Plant, and Equipment	(158)	(47)	(205)
Operating Grants	12,287		12,287
Interest Income	17,292	3,119	20,411
Interest Expense	(22,129)	(226)	(22,355)
<b>Total Nonoperating Revenues (Expenses)</b>	<u>7,292</u>	<u>2,846</u>	<u>10,138</u>
<b>Income Before Operating Transfers</b>	<u>17,639</u>	<u>(1,129)</u>	<u>16,510</u>
Operating Transfers In	2,162	97	2,259
Operating Transfers Out	(3,357)	(1,684)	(5,041)
<b>Net Income</b>	<u>16,444</u>	<u>(2,716)</u>	<u>13,728</u>
<b>Retained Earnings at Beginning of Year</b>	<u>99,496</u>	<u>41,043</u>	<u>140,539</u>
Prior Period Adjustment	14,125		14,125
<b>Retained Earnings at Beginning of Year as Restated</b>	<u>113,621</u>	<u></u>	<u>154,664</u>
<b>Retained Earnings at End of Year</b>	<u>\$ 130,065</u>	<u>\$ 38,327</u>	<u>\$ 168,392</u>

The accompanying notes are an integral part of these financial statements.

**CITY OF FRESNO, CALIFORNIA**  
**COMBINED STATEMENT OF CASH FLOWS**  
**ALL PROPRIETARY FUND TYPES**  
**FISCAL YEAR ENDED JUNE 30, 1998**  
**(Dollars in Thousands)**

	Enterprise Funds	Internal Service Funds	Totals (Memorandum Only)
<b>Cash Flows From Operating Activities:</b>			
Cash Receipts From Quasi-external Operating Transactions With Other Funds	\$	\$ 68,496	\$ 68,496
Cash Received From Customers or Other Funds	142,561		142,561
Cash Payments to Suppliers for Services	(65,790)	(28,000)	(93,790)
Cash Payments to Employees for Services	(46,368)	(16,536)	(62,904)
Cash (Payments)/Receipts for Claims and Refunds		(20,858)	(20,858)
<b>Net Cash Provided by Operating Activities</b>	<b>30,403</b>	<b>3,102</b>	<b>33,505</b>
<b>Cash Flows From Capital and Related Financing Activities:</b>			
Contributed Capital	18,691		18,691
Interest Paid	(20,208)	(230)	(20,438)
Repayment of Bonds	(8,165)	(905)	(9,070)
Repayment of Capital Lease Obligations	(98)	(425)	(523)
Proceeds From Capital Lease		1,183	1,183
Repayment of Notes Payable	(146)		(146)
Acquisition of Property, Plant and Equipment	(65,399)	(6,009)	(71,408)
<b>Net Cash (Provided) Used for Capital and Related Financing Activities</b>	<b>(75,325)</b>	<b>(6,386)</b>	<b>(81,711)</b>
<b>Cash Flows From Noncapital Financing Activities:</b>			
Operating Grants	9,744		9,744
Operating Transfers In	2,162	97	2,259
Operating Transfers Out	(3,357)	(1,684)	(5,041)
<b>Net Cash Used for Noncapital Financing Activities</b>	<b>8,549</b>	<b>(1,587)</b>	<b>6,962</b>
<b>Cash Flows From Investing Activities:</b>			
Interest Received on Investments	16,827	3,101	19,928
Proceeds From Restricted Cash & Investments	18,407	389	18,796
Purchase of Restricted Cash and Investments	(5,266)		(5,266)
<b>Net Cash Provided by Investing Activities</b>	<b>29,968</b>	<b>3,490</b>	<b>33,458</b>
Net Increase (Decrease) in Cash and Cash Equivalents	(6,405)	(1,381)	(7,786)
<b>Cash and Cash Equivalents, Beginning of Year</b>	<b>296,552</b>	<b>54,586</b>	<b>351,138</b>
Prior Period Adjustment	14,125		14,125
<b>Cash and Cash Equivalents at Beginning of Year Restated</b>	<b>310,677</b>	<b>54,586</b>	<b>365,263</b>
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$ 304,272</b>	<b>\$ 53,205</b>	<b>\$ 357,477</b>

(Cont'd)

The accompanying notes are an integral part of these financial statements.

**CITY OF FRESNO, CALIFORNIA**  
**COMBINED STATEMENT OF CASH FLOWS**  
**ALL PROPRIETARY FUND TYPES**  
**FISCAL YEAR ENDED JUNE 30, 1998**  
(Dollars in Thousands)  
(continued)

	Enterprise Funds	Internal Service Funds	Totals (Memorandum Only)
<b>Reconciliation of Operating Income to Cash Provided by (Used for) Operating Activities</b>			
Operating Income	\$ 10,349	\$ (3,974)	\$ 6,375
<b>Adjustments to Reconcile Operating Income to Cash Provided by Operating Activities:</b>			
Depreciation	13,662	6,365	20,027
Amortization	399	332	731
Decrease (Increase) In Accounts Receivable	(2,615)		(2,615)
Decrease (Increase) In Other Receivable	(16,769)		(16,769)
Decrease (Increase) In Due From Other Funds	1,058	1,366	2,424
Decrease (Increase) In Due From Other Governmental Agencies	(9)		(9)
Decrease (Increase) In Material and Supplies Inventory	245		245
Decrease (Increase) In Other Assets	(19)	31	12
Decrease (Increase) In Accounts Receivable Rate Payers	(4,038)		(4,038)
Decrease (Increase) In Advances to Other Funds	(330)		(330)
(Decrease) Increase In Accrued Liabilities	3,092	2,226	5,318
(Decrease) Increase In Due to Other Funds	769	(3,857)	(3,088)
(Decrease) Increase In Due to Other Governmental Agencies	1,044		1,044
(Decrease) Increase In Other Liabilities	15,706		15,706
(Decrease) Increase In Liability for Self-Insurance		166	166
(Decrease) Increase In Accrued Closure Costs	3,728		3,728
(Decrease) Increase In Unearned Revenue	511		511
(Decrease) Increase In Restricted Deposits	3,620	447	4,067
<b>Net Cash Provided by Operating Activities</b>	<b>\$ 30,403</b>	<b>\$ 3,102</b>	<b>\$ 33,505</b>

**Reconciliation of Cash & Investments to Cash & Cash Equivalents:**

	Enterprise	Internal Service
Cash and Investments	\$ 42,666	\$ 45,920
Restricted Cash (Note 6)	289,602	7,587
Non-Cash Equivalents:	(27,996)	(302)
(investments with original maturities longer than three months)		
<b>Cash and Cash Equivalents</b>	<b>\$ 304,272</b>	<b>\$ 53,205</b>

The Transit Enterprise Fund had fixed asset contributions of \$5,967,559.

The accompanying notes are an integral part of these financial statements.



**CITY OF FRESNO, CALIFORNIA**  
**PENSION TRUST FUNDS**  
**COMBINED STATEMENT OF PLAN NET ASSETS AVAILABLE FOR BENEFITS**  
**AND CHANGES IN PLAN NET ASSETS AVAILABLE FOR BENEFITS**  
As of and for the Fiscal Year Ended June 30, 1998  
(Dollars in Thousands)

---

	<u>Pension Trusts</u>
<b>Assets:</b>	
Cash & Short-term Investments	\$ 94,590
Receivables	53,803
Investments at Fair Value	1,468,913
Collateral Held for Securities Lent	<u>150,699</u>
<b>Total Assets</b>	<u>1,768,005</u>
<b>Liabilities:</b>	<u>252,061</u>
<b>Net Assets Available for Benefits</b>	<u>\$ 1,515,944</u>
(A Schedule of Funding Progress is presented on pages 35-36)	
<b>Additions</b>	
Contributions:	
Employer Normal	\$ 920
System Members	<u>7,824</u>
<b>Total Contributions</b>	<u>8,744</u>
Investment Income:	
Net Appreciation in Value of Investments	211,609
Interest	23,502
Dividends	24,863
Securities Lending Income	8,569
Other Investment Related	894
Less Investment Expense	<u>(9,151)</u>
<b>Net Investment Income</b>	<u>260,286</u>
<b>Total Additions</b>	<u>269,030</u>
<b>Deductions:</b>	
Benefit Payments	34,996
Refunds of Contributions	1,148
Securities Lending Expenses:	
Borrower Rebates	7,903
Agent Fees	199
Administrative Expense	<u>831</u>
<b>Total Deductions</b>	<u>45,077</u>
<b>Net Increase</b>	223,953
<b>Net Assets Available for Benefits</b>	
<b>Beginning of Year</b>	<u>1,291,991</u>
<b>End of Year</b>	<u>\$ 1,515,944</u>

The accompanying notes are an integral part of these financial statements.

## **GENERAL FUND**

The General Fund is used to account for financial resources applicable to the general government operations of the City of Fresno which are not required to be accounted for in another fund.

**CITY OF FRESNO, CALIFORNIA**  
**GENERAL FUND**  
**BALANCE SHEET**  
**JUNE 30, 1998**

---

**Assets:**

Cash and Investments	\$	2,525,970
Accounts Receivable		1,959,271
Property Taxes Receivable		4,254,294
Due From Other Governmental Agencies		9,346,715
Due From Other Funds		3,325,319
Interest Receivable		375,761
Advances to Other Funds		11,586,433
Other Receivables		334,559

<b>Total Assets</b>	<b>\$</b>	<b>33,708,322</b>
---------------------	-----------	-------------------

**Liabilities and Fund Balance**

**Liabilities:**

Accrued Liabilities	\$	3,957,205
Unearned Revenue		3,374,806
Due to Other Funds		643,597

<b>Total Liabilities</b>		<b>7,975,608</b>
--------------------------	--	------------------

**Fund Balances:**

Reserved for Encumbrances		1,214,861
Reserved for Noncurrent Advances to Other Funds		11,586,433
Unreserved		12,931,420

<b>Total Fund Balance</b>		<b>25,732,714</b>
---------------------------	--	-------------------

<b>Total Liabilities and Fund Balance</b>	<b>\$</b>	<b>33,708,322</b>
---	-----------	-------------------

**CITY OF FRESNO, CALIFORNIA**  
**GENERAL FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

**Revenues:**

Taxes	\$ 96,455,972
Licenses and Permits	371,671
Intergovernmental	21,241,272
Charges for Services	14,547,095
Fines	90,234
Use of Money and Property	2,458,111
Miscellaneous	4,691,965

<b>Total Revenues</b>	<b>139,856,320</b>
-----------------------	--------------------

**Expenditures:**

Current:	
General Government	24,720,247
Public Protection	66,842,314
Public Ways and Facilities	15,206,800
Culture and Recreation	16,949,363
Capital Outlay	346,197
Debt Service:	
Principal	99,482
Interest	1,203,848

<b>Total Expenditures</b>	<b>125,368,251</b>
---------------------------	--------------------

Excess of Revenues Over Expenditures	14,488,069
--------------------------------------	------------

**Other Financing Sources (Uses):**

Operating Transfers In	9,585,585
Operating Transfers Out	(22,157,141)
Proceeds for Capital Lease Obligation	711,752

<b>Total Other Financing Uses</b>	<b>(11,859,804)</b>
-----------------------------------	---------------------

<b>Excess of Revenues and Other Sources Under Expenditures and Other Uses</b>	<b>2,628,265</b>
---	------------------

<b>Fund Balance at Beginning of Year</b>	<b>23,104,449</b>
--	-------------------

<b>Fund Balance at End of Year</b>	<b>\$ 25,732,714</b>
------------------------------------	----------------------

**CITY OF FRESNO, CALIFORNIA**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	<u>Actual</u>	<u>Budget</u>
<b>Revenues:</b>		
Taxes	\$ 91,005,711	\$ 93,145,000
Licenses and Permits	938,162	1,043,600
Intergovernmental	21,631,542	21,418,800
Charges for Services	15,265,417	15,726,100
Fines	90,234	80,300
Use of Money and Property	1,913,829	1,735,500
Miscellaneous	4,349,586	4,277,700
Prior Year Resources	<u>(551,421)</u>	<u>883,356</u>
<b>Total Revenues</b>	<u>134,643,060</u>	<u>138,310,356</u>
<b>Expenditures:</b>		
Current:		
Mayor & City Council	1,893,104	1,937,000
City Clerk	517,468	510,811
City Attorney	1,739	1,739
City Manager	1,605,995	1,636,494
Administrative Services	31,907,582	31,907,600
Police	63,328,532	64,758,032
Fire	20,107,203	20,708,571
Public Works	15,219,943	16,250,116
Transportation	16,894,986	17,248,996
Parks & Recreation	25,652,552	26,639,839
Nondepartmental	436,364	1,129,556
<b>Total Expenditures</b>	<u>177,565,468</u>	<u>182,728,754</u>
Deficiency of Revenue Under Expenditures	<u>(42,922,408)</u>	<u>(44,418,398)</u>
<b>Other Financing Sources (Uses):</b>		
Operating Transfers In	14,231,500	14,954,900
Operating Transfers Out	(323,200)	(1,780,400)
Loan Proceeds	<u>30,703,734</u>	<u>30,144,600</u>
<b>Total Other Financing Sources</b>	<u>44,612,034</u>	<u>43,319,100</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures</b>	1,689,626	(1,099,298)
<b>Fund Balance at Beginning of Year</b>	<u>57,386,189</u>	<u>8,679,727</u>
<b>Fund Balance at End of Year</b>	<u><u>\$ 59,075,815</u></u>	<u><u>\$ 7,580,429</u></u>

## **SPECIAL REVENUE FUNDS**

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

**Special Gas Tax Fund** accounts for revenues and expenditures of money apportioned under the Streets and Highway Code of the State of California. Expenditures may be made for street-related purposes of the City's system of streets, including maintenance thereof.

**Grant Funds** account for grants received from federal, state, and other agencies, which are to be used for various purposes identified within the confines of the individual grant.

**Measure C Fund** accounts for the funds received from a one-half percent sales tax approved by voters for Transportation-related expenditures.

**CITY OF FRESNO, CALIFORNIA**  
**SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 1998**

---

	<u>Special Gas Tax</u>	<u>Grant Funds</u>	<u>Measure C</u>	<u>Totals</u>
<b>Assets:</b>				
Cash and Investments	\$ 612,261	\$	\$ 2,875,953	\$ 3,488,214
Grants Receivable	4,179,052	4,779,100		8,958,152
Due From Other Governments			350,013	350,013
Due From Other Funds		1,276,945	2,863	1,279,808
Advances to Other Funds	1,869,935	26,072,189		27,942,124
Notes Receivable, Net		32,382,717		32,382,717
Interest Receivable		56,613	138,953	195,566
Cash, Restricted	1,214,947			1,214,947
Other Assets		1,818,829		1,818,829
<b>Total Assets</b>	<b>\$ 7,876,195</b>	<b>\$ 66,386,393</b>	<b>\$ 3,367,782</b>	<b>\$ 77,630,370</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accrued Liabilities	\$ 55,876	\$ 831,512	\$ 16,790	\$ 904,178
Unearned Revenue		1,762,112		1,762,112
Due to Other Funds	13,153	994,993	7,114	1,015,260
<b>Total Liabilities</b>	<b>69,029</b>	<b>3,588,617</b>	<b>23,904</b>	<b>3,681,550</b>
<b>Fund Balances (Deficit):</b>				
Reserved for Encumbrances	2,765,409	4,109,853	1,415,133	8,290,395
Reserved for Noncurrent Receivables	1,869,935	58,454,906		60,324,841
Reserved for Restricted Assets	1,214,947			1,214,947
Undesignated	1,956,875	233,017	1,928,745	4,118,637
<b>Total Fund Balances</b>	<b>7,807,166</b>	<b>62,797,776</b>	<b>3,343,878</b>	<b>73,948,820</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 7,876,195</b>	<b>\$ 66,386,393</b>	<b>\$ 3,367,782</b>	<b>\$ 77,630,370</b>

# CITY OF FRESNO, CALIFORNIA

## SPECIAL REVENUE FUNDS

### COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

FISCAL YEAR ENDED JUNE 30, 1998

	Special Gas Tax	Grant Funds	Measure C	Totals
<b>Revenues:</b>				
Taxes	\$ 7,202,724	\$	\$ 3,834,816	\$ 11,037,540
Intergovernmental	3,790,564	14,257,444	117,851	18,165,859
Charges for Services		1,266,525		1,266,525
Use of Money and Property	143,111	891,006	400,187	1,434,304
Miscellaneous	156,132	2,337,565	100,417	2,594,114
<b>Total Revenues</b>	<b>11,292,531</b>	<b>18,752,540</b>	<b>4,453,271</b>	<b>34,498,342</b>
<b>Expenditures:</b>				
Current:				
General Government	56,824			56,824
Public Ways and Facilities	5,444,746			5,444,746
Community Development		1,458,290		1,458,290
Capital Outlay		6,985,302	3,547,988	10,533,290
Debt Service:				
Principal	390,000			390,000
Interest	588,364			588,364
<b>Total Expenditures</b>	<b>6,479,934</b>	<b>8,443,592</b>	<b>3,547,988</b>	<b>18,471,514</b>
Excess of Revenues Over Expenditures	4,812,597	10,308,948	905,283	16,026,828
<b>Other Financing Sources (Uses):</b>				
Operating Transfers In	2,308,800	90,200		2,399,000
Operating Transfers Out	(4,830,100)	(4,267,277)	(4,417,600)	(13,514,977)
<b>Total Other Financing Uses</b>	<b>(2,521,300)</b>	<b>(4,177,077)</b>	<b>(4,417,600)</b>	<b>(11,115,977)</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses</b>	<b>2,291,297</b>	<b>6,131,871</b>	<b>(3,512,317)</b>	<b>4,910,851</b>
<b>Fund Balances at Beginning of Year</b>	<b>5,515,869</b>	<b>56,665,905</b>	<b>6,856,195</b>	<b>69,037,969</b>
<b>Fund Balances at End of Year</b>	<b>\$ 7,807,166</b>	<b>\$ 62,797,776</b>	<b>\$ 3,343,878</b>	<b>\$ 73,948,820</b>



**CITY OF FRESNO, CALIFORNIA**  
**SPECIAL GAS TAX SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	<u>Actual</u>	<u>Budget</u>
<b>Revenues:</b>		
Taxes	\$ 7,202,724	\$ 7,187,800
Intergovernmental	2,719,918	6,284,300
Charges for Services		
Use of Money and Property	(71,203)	30,000
Miscellaneous	82,593	
Prior Year Resources	<u>(507,829)</u>	<u>(507,813)</u>
<b>Total Revenues</b>	<u>9,426,203</u>	<u>12,994,287</u>
<b>Expenditures:</b>		
Current:		
Administrative Services	982,189	985,400
Public Works	294,553	349,300
Capital Outlay	<u>5,147,367</u>	<u>9,138,287</u>
<b>Total Expenditures</b>	<u>6,424,109</u>	<u>10,472,987</u>
Excess of Revenues Over Expenditures	<u>3,002,094</u>	<u>2,521,300</u>
<b>Other Financing Sources (Uses):</b>		
Operating Transfers In	2,308,800	2,308,800
Operating Transfers Out	(4,830,100)	(4,830,100)
Loan Proceeds		
<b>Total Other Financing Uses</b>	<u>(2,521,300)</u>	<u>(2,521,300)</u>
<b>Deficiency of Revenues and Other Sources Under Expenditures and Other Uses</b>	480,794	
<b>Fund Balance at Beginning of Year</b>	<u>29,161,261</u>	<u>2,904,399</u>
<b>Fund Balance at End of Year</b>	<u><u>\$ 29,642,055</u></u>	<u><u>\$ 2,904,399</u></u>

**CITY OF FRESNO, CALIFORNIA**  
**GRANT SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	Actual	Budget
<b>Revenues:</b>		
Intergovernmental	\$ 15,110,610	\$ 26,754,900
Charges for Services	1,195,783	1,074,800
Use of Money and Property	171,500	248,900
Miscellaneous	3,284,109	1,957,900
Prior Year Resources	(2,647,052)	5,608,112
<b>Total Revenues</b>	<b>17,114,950</b>	<b>35,644,612</b>
<b>Expenditures:</b>		
Current:		
City Manager	733,888	769,762
Administrative Services		
Police	589,482	644,360
Housing & Neighborhood Revitalization	4,202,170	6,293,107
Public Works		9,000
Parks & Recreation	65	1,014,300
Fire Department		
Capital Outlay	9,192,502	22,111,812
<b>Total Expenditures</b>	<b>14,718,107</b>	<b>30,842,341</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,396,843	4,802,271
<b>Other Financing Sources (Uses):</b>		
Operating Transfers In	90,200	1,540,800
Operating Transfers Out	(4,751,737)	(6,815,900)
<b>Total Other Financing Sources</b>	<b>(4,661,537)</b>	<b>(5,275,100)</b>
<b>Deficiency of Revenues and Other Sources</b> <b>Under Expenditures and Other Uses</b>	<b>(2,264,694)</b>	<b>(472,829)</b>
<b>Fund Balance at Beginning of Year</b>	<b>22,681,192</b>	<b>1,121,930</b>
<b>Fund Balance at End of Year</b>	<b>\$ 20,416,498</b>	<b>\$ 649,101</b>

**CITY OF FRESNO, CALIFORNIA**  
**MEASURE C SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	<u>Actual</u>	<u>Budget</u>
<b>Revenues:</b>		
Taxes	\$ 3,843,769	\$ 5,315,000
Use of Money and Property	400,187	310,000
Miscellaneous	181,702	278,000
Prior Year Resources	<u>6,508,700</u>	<u>6,607,877</u>
<b>Total Revenues</b>	<u>10,934,358</u>	<u>12,510,877</u>
<b>Expenditures:</b>		
Public Works		608,500
Capital Outlay	<u>2,245,925</u>	<u>6,024,777</u>
<b>Total Expenditures</b>	<u>2,245,925</u>	<u>6,633,277</u>
Excess of Revenues Over Expenditures	<u>8,688,433</u>	<u>5,877,600</u>
<b>Other Financing Sources:</b>		
Operating Transfers In		
Operating Transfers Out	<u>(5,719,663)</u>	<u>(5,877,600)</u>
<b>Total Other Financing Sources</b>	<u>(5,719,663)</u>	<u>(5,877,600)</u>
<b>Excess of Revenues and Other Sources Over Expenditures and Other Uses</b>	2,968,770	
<b>Fund Balance at Beginning of Year</b>	<u>29,593,033</u>	<u>2,680,301</u>
<b>Fund Balance at End of Year</b>	<u>\$ 32,561,803</u>	<u>\$ 2,680,301</u>

## DEBT SERVICE FUNDS

The Debt Service Funds are used to account for the accumulation of resources for, and payment of, principal and interest on the City's bonded debt and other long-term obligations.

**Redevelopment Agency Fund** is used to account for the debt service activity of those projects that have been earmarked for redevelopment. The projects are financed with property tax increments and bond proceeds.

**Financing Authorities and Corporations** account for the debt service activities related to various bond issues that provide funds for the purpose of acquiring and constructing various capital assets.

**City Fund** is used to account for the debt service activity related to obligations of the General Fund that have been financed by bond issues.

**CITY OF FRESNO, CALIFORNIA**  
**DEBT SERVICE FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 1998**

---

	Redevelopment Agency	Financing Authorities & Corporations	City	Totals
<b>Assets:</b>				
Cash and Investments	\$ 6,462,227	\$	\$ 2,426	\$ 6,464,653
Loans Receivable	5,890,029			5,890,029
Restricted Cash	3,022,808	5,132,293	3,161,201	11,316,302
Notes Receivable	1,243,241			1,243,241
Interest Receivable	2			2
Due From Other Funds	6,777,137			6,777,137
<b>Total Assets</b>	<b>\$ 23,395,444</b>	<b>\$ 5,132,293</b>	<b>\$ 3,163,627</b>	<b>\$ 31,691,364</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Due to Other Funds	\$ 31,397	\$	\$	\$ 31,397
<b>Total Liabilities</b>	<b>31,397</b>			<b>31,397</b>
<b>Fund Balances:</b>				
Reserved for Debt Service	13,207,969	5,132,293	2,426	18,342,688
Reserved for Restricted Cash	3,022,808		3,161,201	6,184,009
Reserved for Noncurrent Receivables	7,133,270			7,133,270
<b>Total Fund Balances</b>	<b>23,364,047</b>	<b>5,132,293</b>	<b>3,163,627</b>	<b>31,659,967</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 23,395,444</b>	<b>\$ 5,132,293</b>	<b>\$ 3,163,627</b>	<b>\$ 31,691,364</b>

# CITY OF FRESNO, CALIFORNIA

## DEBT SERVICE FUNDS

### COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

#### ALL DEBT SERVICE FUNDS

FISCAL YEAR ENDED JUNE 30, 1998

	Redevelopment Agency	Financing Authorities & Corporations	City	Totals
<b>Revenues:</b>				
Taxes	\$ 5,388,990	\$	\$ 1,031,823	\$ 5,388,990
Use of Money and Property	1,167,009	5,135,962		7,334,794
Miscellaneous	1,047,178			1,047,178
<b>Total Revenues</b>	<b>7,603,177</b>	<b>5,135,962</b>	<b>1,031,823</b>	<b>13,770,962</b>
<b>Expenditures:</b>				
General Government	1,495,933	436	1,083,152	2,579,521
Debt Service:				
Principal	833,217	1,760,000	7,990,000	10,583,217
Interest	1,239,452	3,379,216	17,450,614	22,069,282
<b>Total Expenditures</b>	<b>3,568,602</b>	<b>5,139,652</b>	<b>26,523,766</b>	<b>35,232,020</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>4,034,575</b>	<b>(3,690)</b>	<b>(25,491,943)</b>	<b>(21,461,058)</b>
<b>Other Financing Sources (Uses):</b>				
Operating Transfers In			25,458,946	25,458,946
Operating Transfers Out	(794,921)			(794,921)
Note Proceeds	3,769,893		3,155,675	6,925,568
Gain (Loss) On Investments		(84,368)		(84,368)
<b>Total Other Financing Sources (Uses)</b>	<b>2,974,972</b>	<b>(84,368)</b>	<b>28,614,621</b>	<b>31,505,225</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses</b>	<b>7,009,547</b>	<b>(88,058)</b>	<b>3,122,678</b>	<b>10,044,167</b>
<b>Fund Balances at Beginning of Year</b>	<b>18,306,806</b>	<b>5,220,351</b>	<b>40,949</b>	<b>23,568,106</b>
Prior Period Adjustment	(1,952,306)			(1,952,306)
<b>Fund Balances at Beginning of Year as Restated</b>	<b>16,354,500</b>	<b>5,220,351</b>	<b>40,949</b>	<b>21,615,800</b>
<b>Fund Balances at End of Year</b>	<b>\$ 23,364,047</b>	<b>\$ 5,132,293</b>	<b>\$ 3,163,627</b>	<b>\$ 31,659,967</b>

**CITY OF FRESNO, CALIFORNIA**  
**REDEVELOPMENT AGENCY DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	<u>Actual</u>	<u>Budget</u>
<b>Revenues:</b>		
Taxes	\$ 3,974,602	\$ 4,430,600
Use of Money and Property	1,169,606	265,650
Miscellaneous	1,047,178	276,700
Prior Year Resources	<u>4,055,189</u>	<u>7,684,392</u>
<b>Total Revenues</b>	<u>10,246,575</u>	<u>12,657,342</u>
<b>Expenditures:</b>		
Current:		
City Manager	1,496,088	1,136,700
Debt Service:		
Interest	617,169	1,004,087
Principal	<u>666,813</u>	<u>666,813</u>
<b>Total Expenditures</b>	<u>2,780,070</u>	<u>2,807,600</u>
Excess of Revenues Over Expenditures	<u>7,466,505</u>	<u>9,849,742</u>
<b>Other Financing Sources (Uses):</b>		
Operating Transfers In		
Operating Transfers Out	(794,921)	(1,011,000)
Loan Proceeds	<u>3,200,000</u>	<u>1,100,000</u>
<b>Total Other Financing Uses</b>	<u>2,405,079</u>	<u>89,000</u>
<b>Excess of Revenues and Other Sources Over Expenditures and Other Uses</b>	9,871,584	9,938,742
<b>Fund Balance at Beginning of Year</b>	<u>37,879,844</u>	<u>24,241,937</u>
<b>Fund Balance at End of Year</b>	<u>\$ 47,751,428</u>	<u>\$ 34,180,679</u>

## CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds and trust funds.

**City Combined Fund** is used to account for capital projects for general City functions and services.

**Redevelopment Agency Fund** is used to account for acquisition, relocation, demolition and sale of properties for those portions of the City which have been earmarked for redevelopment. The projects are financed with property tax increment revenues and bond proceeds.

**Special Assessments Fund** is used to account for the proceeds and costs of special assessment district improvements.

**Financing Authorities and Corporations** is used to account for the acquisition, construction and installation of various capital assets.



**CITY OF FRESNO, CALIFORNIA**  
**CAPITAL PROJECTS FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 1998**

---

	<u>City Combined</u>	<u>Redevelopment Agency</u>	<u>Special Assessments</u>	<u>Totals</u>
<b>Assets:</b>				
Cash and Investments	\$ 3,899,982	\$ 1,754,365	\$ 1,206,673	\$ 6,861,020
Due From Other Governments	393,996		6,147	400,143
Due From Other Funds	12,700	1,507,335		1,520,035
Advances to Other Funds	13,042,184			13,042,184
Notes Receivable	52,657	28,455		81,112
Interest Receivable	<u>147,289</u>	<u></u>	<u>23,267</u>	<u>170,556</u>
<b>Total Assets</b>	<u>\$ 17,548,808</u>	<u>\$ 3,290,155</u>	<u>\$ 1,236,087</u>	<u>\$ 22,075,050</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Accrued Liabilities	\$ 39,276	\$ 1,323,988	\$ 10,374	\$ 1,373,638
Notes Payable		208,819		208,819
Due to Other Funds	<u>550,621</u>	<u>6,109,956</u>	<u>48,060</u>	<u>6,708,637</u>
<b>Total Liabilities</b>	<u>589,897</u>	<u>7,642,763</u>	<u>58,434</u>	<u>8,291,094</u>
<b>Fund Balances:</b>				
Reserved for Encumbrances	4,176,828	1,400,371	203,845	5,781,044
Reserved for Noncurrent Receivables	13,042,184	28,455		13,070,639
Reserved for Capital Outlay			973,808	973,808
Unreserved	<u>(260,101)</u>	<u>(5,781,434)</u>	<u></u>	<u>(6,041,535)</u>
<b>Total Fund Balances</b>	<u>16,958,911</u>	<u>(4,352,608)</u>	<u>1,177,653</u>	<u>13,783,956</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 17,548,808</u>	<u>\$ 3,290,155</u>	<u>\$ 1,236,087</u>	<u>\$ 22,075,050</u>

# CITY OF FRESNO, CALIFORNIA

## CAPITAL PROJECTS FUNDS

### COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

FISCAL YEAR ENDED JUNE 30, 1998

	<u>City Combined</u>	<u>Redevelopment Agency</u>	<u>Special Assessments</u>	<u>Totals</u>
<b>Revenues:</b>				
Intergovernmental	\$ 3,001,835	\$	\$	\$ 3,001,835
Use of Money and Property	763,207	142,156	62,427	967,790
Miscellaneous	<u>347,060</u>	<u>154,829</u>	<u>977,122</u>	<u>1,479,011</u>
<b>Total Revenues</b>	<u>4,112,102</u>	<u>296,985</u>	<u>1,039,549</u>	<u>5,448,636</u>
<b>Expenditures:</b>				
Capital Outlay	<u>5,645,558</u>	<u>4,600,463</u>	<u>880,999</u>	<u>11,127,020</u>
<b>Total Expenditures</b>	<u>5,645,558</u>	<u>4,600,463</u>	<u>880,999</u>	<u>11,127,020</u>
<b>Deficiency of Revenues Under Expenditures</b>	<u>(1,533,456)</u>	<u>(4,303,478)</u>	<u>158,550</u>	<u>(5,678,384)</u>
<b>Other Financing Sources (Uses):</b>				
Operating Transfers In	1,424,400	794,921		2,219,321
Operating Transfers Out	<u>(489,613)</u>			<u>(489,613)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>934,787</u>	<u>794,921</u>		<u>1,729,708</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses</b>	<u>(598,669)</u>	<u>(3,508,557)</u>	<u>158,550</u>	<u>(3,948,676)</u>
<b>Fund Balances at Beginning of Year</b>	<u>17,557,580</u>	<u>(844,051)</u>	<u>1,019,103</u>	<u>17,732,632</u>
<b>Fund Balances at End of Year</b>	<u>\$ 16,958,911</u>	<u>\$ (4,352,608)</u>	<u>\$ 1,177,653</u>	<u>\$ 13,783,956</u>

**CITY OF FRESNO, CALIFORNIA**  
**CITY COMBINED CAPITAL PROJECT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	<u>Actual</u>	<u>Budget</u>
<b>Revenues:</b>		
Intergovernmental	\$ 3,001,836	\$ 4,919,200
Use of Money and Property	241,881	104,100
Miscellaneous	341,530	481,500
Prior Year Resources	<u>4,661,208</u>	<u>4,636,663</u>
<b>Total Revenues</b>	<u>8,246,455</u>	<u>10,141,463</u>
<b>Expenditures:</b>		
Current:		
City Manager	49,812	560,300
Administrative Services		
Police	586,468	1,300,400
Parks & Recreation	25,000	73,800
Housing & Neighborhood Revitalization	3,660	3,670
Public Works	378	752,300
Capital Outlay	<u>4,662,841</u>	<u>12,136,563</u>
<b>Total Expenditures</b>	<u>5,328,159</u>	<u>14,827,033</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,918,296</u>	<u>(4,685,570)</u>
<b>Other Financing Sources (Uses):</b>		
Operating Transfers In	1,424,400	3,309,600
Operating Transfers Out	(489,613)	(419,800)
Loan Proceeds	<u>          </u>	<u>1,768,200</u>
<b>Total Other Financing Sources</b>	<u>934,787</u>	<u>4,658,000</u>
<b>Excess of Revenues and Other Sources Over Expenditures</b>	3,853,083	(27,570)
<b>Fund Balance at Beginning of Year</b>	<u>19,132,413</u>	<u>(2,256,698)</u>
<b>Fund Balance at End of Year</b>	<u>\$ 22,985,496</u>	<u>\$ (2,284,268)</u>

**CITY OF FRESNO, CALIFORNIA**  
**REDEVELOPMENT AGENCY CAPITAL PROJECT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	<u>Actual</u>	<u>Budget</u>
<b>Revenues:</b>		
Use of Money and Property	\$ 296,985	\$ 119,350
Miscellaneous		989,000
Prior Year Resources	<u>1,821,896</u>	<u>3,452,408</u>
<b>Total Revenues</b>	<u>2,118,881</u>	<u>4,560,758</u>
<b>Expenditures:</b>		
Current:		
City Manager		
Capital Outlay	<u>4,521,708</u>	<u>14,499,500</u>
<b>Total Expenditures</b>	<u>4,521,708</u>	<u>14,499,500</u>
<b>Deficiency of Revenues Under Expenditures</b>	<u>(2,402,827)</u>	<u>(9,938,742)</u>
<b>Other Financing Sources (Uses):</b>		
Operating Transfers In	997,909	1,011,000
Operating Transfers Out	<u>(281,745)</u>	
<b>Total Other Financing Sources</b>	<u>716,164</u>	<u>1,011,000</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Uses</b>	(1,686,663)	(8,927,742)
<b>Fund Balance at Beginning of Year</b>	<u>44,337,164</u>	<u>(16,392,494)</u>
<b>Fund Balance at End of Year</b>	<u>\$ 42,650,501</u>	<u>\$ (25,320,236)</u>

**CITY OF FRESNO, CALIFORNIA**  
**SPECIAL ASSESSMENT CAPITAL PROJECT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	<u>Actual</u>	<u>Budget</u>
<b>Revenues:</b>		
Use of Money and Property	\$ 62,427	\$ 37,000
Miscellaneous	977,122	910,000
Prior Year Resources	<u>906,306</u>	<u>805,470</u>
<b>Total Revenues</b>	<u>1,945,855</u>	<u>1,752,470</u>
<b>Expenditures:</b>		
Current:		
Public Works	17,296	5,990,697
Capital Outlay	<u>863,702</u>	<u>1,350,370</u>
<b>Total Expenditures</b>	<u>880,998</u>	<u>7,341,067</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,064,857	(5,588,597)
<b>Other Financing Sources (Uses):</b>		
Operating Transfers Out		(23,400)
Bond Proceeds		<u>5,500,000</u>
<b>Total Other Financing Sources</b>		<u>5,476,600</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Uses</b>	1,064,857	(111,997)
<b>Fund Balance at Beginning of Year</b>	<u>27,509,994</u>	<u>1,215,904</u>
<b>Fund Balance at End of Year</b>	<u><u>\$ 28,574,851</u></u>	<u><u>\$ 1,103,907</u></u>

# ENTERPRISE FUNDS

Enterprise Funds are used to account for operations financed and operated in a manner similar to private business enterprises with the intent that the costs of providing the goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

**Water System Fund** accounts for the construction, operation and maintenance of the City's water distribution system. Revenues are derived from water service fees and various installation charges.

**Sewer System Fund** accounts for the construction, operation and maintenance of the City's sewer system. Revenues are derived from sewer service fees and various installation charges.

**Solid Waste Management Fund** accounts for the operations of the City's solid waste disposal service. Revenues are primarily derived from solid waste service fees.

**Community Sanitation Fund** accounts for the operation of the City's community sanitation operations. Revenues consist primarily of service fees.

**Transit Fund** accounts for the operation and maintenance of the City's mass transportation service. Primary revenue sources are rider fares and Federal and State operating grants.

**Airports Fund** accounts for the City's two airport operations. Revenues are primarily derived from fees for airlines operating out of the terminal.

**Fresno Convention Center Fund** accounts for the operation and maintenance of the City's convention center. Revenues are primarily derived from fees charged for using the facilities.

**Parking Fund** accounts for the parking enforcement at, and maintenance of, downtown parking garages and lots. Revenues consist primarily of charges for parking at the facilities.

**Parks and Recreation Fund** accounts for the revenues collected and used for fee-supported recreation activities.

**Development Services Fund** accounts for the operation of the City's Development Department. Revenues consist primarily of fees charged for development services.

**CITY OF FRESNO, CALIFORNIA**  
**ENTERPRISE FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 1998**

	<u>Water System</u>	<u>Sewer System</u>	<u>Solid Waste Management</u>	<u>Community Sanitation</u>	<u>Transit</u>	<u>Airports</u>
<b>Current Assets:</b>						
Cash and Investments	\$ 11,308,256	\$ 13,339,891	\$ 8,788,167	\$ 866,448	\$ 963,929	\$ 5,803,915
Accounts Receivable, Net	7,004,558	6,340,227	4,284,254	845,623	417,261	835,196
Grants Receivable					3,216,298	
Material and Supplies Inventory	868,837	881,167			390,765	20,000
Due From Other Governments		1,000,952			2,362,509	
Due From Other Funds	1,728,779	2,836,256	1,199,786	322,479	1,488	53,345
Interest Receivable	<u>369,533</u>	<u>254,508</u>	<u>600,887</u>	<u>21,326</u>	<u>57,256</u>	<u>106,496</u>
<b>Total Current Assets</b>	<u>21,279,963</u>	<u>24,653,001</u>	<u>14,873,094</u>	<u>2,055,876</u>	<u>7,409,506</u>	<u>6,818,952</u>
<b>Restricted Assets:</b>						
Cash	63,989,975	195,944,940	22,141,895		1,079,791	1,222,409
Grants and Interest Receivable	<u>1,279,149</u>	<u>1,279,149</u>				<u>2,797,777</u>
<b>Total Restricted Assets</b>	<u>63,989,975</u>	<u>197,224,089</u>	<u>22,141,895</u>		<u>1,079,791</u>	<u>4,020,186</u>
<b>Other Assets:</b>						
Other Receivables	840,109	38,586,105				
Other Assets	993,860	7,586,047			20,564	66,170
Accounts Receivable from Solid Waste Rate Payers			17,546,634			
Advances to Other Funds						<u>4,411,170</u>
<b>Total Other Assets</b>	<u>1,833,969</u>	<u>46,172,152</u>	<u>17,546,634</u>		<u>20,564</u>	<u>4,477,340</u>
<b>Property, Plant and Equipment, Net</b>	<u>131,091,803</u>	<u>301,293,086</u>	<u>6,268,705</u>	<u>36,750</u>	<u>23,858,705</u>	<u>42,787,603</u>
<b>Total Assets</b>	<u>\$ 218,195,710</u>	<u>\$ 569,342,328</u>	<u>\$ 60,830,328</u>	<u>\$ 2,092,626</u>	<u>\$ 32,368,566</u>	<u>\$ 58,104,081</u>

---

<u>Fresno Convention Center</u>	<u>Parking</u>	<u>Parks and Recreation</u>	<u>Development Services</u>	<u>Totals</u>
\$ 753,598	\$ 6,944 4,824	\$ 225,795 9	\$ 609,480	\$ 42,666,423 19,731,952 3,216,298 2,160,769 3,363,461 7,550,280 1,506,014
1,374,484 52,797	11,681 24,629	1,555 7,075	20,427 11,507	
<u>2,180,879</u>	<u>48,078</u>	<u>234,434</u>	<u>641,414</u>	<u>80,195,197</u>
3,669,005	1,553,541			289,601,556 4,076,926
<u>3,669,005</u>	<u>1,553,541</u>			<u>293,678,482</u>
644,837				39,426,214 9,311,478
	165,818			17,546,634 4,576,988
<u>644,837</u>	<u>165,818</u>			<u>70,861,314</u>
<u>32,228,852</u>	<u>5,308,431</u>	<u>5,041,960</u>	<u>2,320,791</u>	<u>550,236,686</u>
<u>\$ 38,723,573</u>	<u>\$ 7,075,868</u>	<u>\$ 5,276,394</u>	<u>\$ 2,962,205</u>	<u>\$ 994,971,679</u>

(Cont'd.)



**CITY OF FRESNO, CALIFORNIA**  
**ENTERPRISE FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 1998**

	<u>Water System</u>	<u>Sewer System</u>	<u>Solid Waste Management</u>	<u>Community Sanitation</u>	<u>Transit</u>	<u>Airports</u>
<b>Liabilities and Fund Equity</b>						
<b>Current Liabilities (Payable From Current Assets):</b>						
Accrued Liabilities	\$ 2,828,076	\$ 9,441,506	\$ 3,716,166	\$ 275,583	\$ 1,433,487	\$ 1,095,532
Unearned Revenues	1,747,219	2,299,687	1,752,747	633,262	114,035	
Due to Other Governments					5,522,988	
Due to Other Funds	68,791	554,726	717,439	170,213	93,280	650,079
Bonds Payable	1,060,000	4,990,000	490,000			230,000
Capital Lease Obligation						
Notes Payable	<u>91,975</u>					
<b>Total Current Liabilities (Payable From Current Assets)</b>	<u>5,796,061</u>	<u>17,285,919</u>	<u>6,676,352</u>	<u>1,079,058</u>	<u>7,163,790</u>	<u>1,975,611</u>
<b>Noncurrent Liabilities:</b>						
Bonds Payable	49,502,729	294,195,000	1,675,000			2,357,035
Capital Lease Obligations						
Notes Payable	1,625,761					
Other Liabilities	1,379,456	36,892,273				
Accrued Closure Costs			33,883,000			
Deposits	<u>34,242,894</u>	<u>26,776,407</u>				
<b>Total Noncurrent Liabilities</b>	<u>86,750,840</u>	<u>357,863,680</u>	<u>35,558,000</u>			<u>2,357,035</u>
<b>Total Liabilities</b>	<u>92,546,901</u>	<u>375,149,599</u>	<u>42,234,352</u>	<u>1,079,058</u>	<u>7,163,790</u>	<u>4,332,646</u>
<b>Fund Equity:</b>						
Contributed Capital	74,360,232	113,883,155	390,543	9,544	47,220,624	47,131,096
Retained Earnings:						
Reserved for Net Restricted Assets		13,400,000			1,079,792	2,583,855
Unreserved	<u>51,288,577</u>	<u>66,909,574</u>	<u>18,205,433</u>	<u>1,004,024</u>	<u>(23,095,640)</u>	<u>4,056,484</u>
<b>Total Retained Earnings</b>	<u>51,288,577</u>	<u>80,309,574</u>	<u>18,205,433</u>	<u>1,004,024</u>	<u>(22,015,848)</u>	<u>6,640,339</u>
<b>Total Fund Equity</b>	<u>125,648,809</u>	<u>194,192,729</u>	<u>18,595,976</u>	<u>1,013,568</u>	<u>25,204,776</u>	<u>53,771,435</u>
<b>Total Liabilities and Fund Equity</b>	<u>\$ 218,195,710</u>	<u>\$ 569,342,328</u>	<u>\$ 60,830,328</u>	<u>\$ 2,092,626</u>	<u>\$ 32,368,566</u>	<u>\$ 58,104,081</u>

---

<u>Fresno Convention Center</u>	<u>Parking</u>	<u>Parks and Recreation</u>	<u>Development Services</u>	<u>Totals</u>
\$ 1,818,683	\$ 419,795	\$ 63,054	\$ 173,905	\$ 21,265,787
				6,546,950
				5,522,988
3,811,576	1,744,226	6,626	146,831	7,963,787
1,395,000	255,000			8,420,000
		97,780		97,780
				91,975
<u>7,025,259</u>	<u>2,419,021</u>	<u>167,460</u>	<u>320,736</u>	<u>49,909,267</u>
20,737,601				368,467,365
		376,181		376,181
				1,625,761
				38,271,729
				33,883,000
				61,019,301
<u>20,737,601</u>		<u>376,181</u>		<u>503,643,337</u>
<u>27,762,860</u>	<u>2,419,021</u>	<u>543,641</u>	<u>320,736</u>	<u>553,552,604</u>
16,292,433	4,563,037	5,143,067	2,359,852	311,353,583
3,669,005	1,553,541			22,286,193
(9,000,725)	(1,459,731)	(410,314)	281,617	107,779,299
<u>(5,331,720)</u>	<u>93,810</u>	<u>(410,314)</u>	<u>281,617</u>	<u>130,065,492</u>
<u>10,960,713</u>	<u>4,656,847</u>	<u>4,732,753</u>	<u>2,641,469</u>	<u>441,419,075</u>
<u>\$ 38,723,573</u>	<u>\$ 7,075,868</u>	<u>\$ 5,276,394</u>	<u>\$ 2,962,205</u>	<u>\$ 994,971,679</u>

**CITY OF FRESNO, CALIFORNIA**  
**ENTERPRISE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES**  
**IN RETAINED EARNINGS**  
**FISCAL YEAR ENDED JUNE 30, 1998**

	<u>Water System</u>	<u>Sewer System</u>	<u>Solid Waste Management</u>	<u>Community Sanitation</u>	<u>Transit</u>	<u>Airports</u>
<b>Operating Revenues:</b>						
Charges for Services	\$ 29,298,898	\$ 42,968,236	\$ 31,262,300	\$ 8,515,569	\$ 5,411,278	\$ 10,200,938
<b>Operating Expenses:</b>						
Cost of Services	14,564,739	18,597,869	8,053,107	2,341,801	14,124,491	5,671,322
Administration	3,812,691	5,274,305	18,663,299	5,446,390	2,927,620	2,554,957
Amortization	40,258	281,460				4,136
Depreciation	3,235,789	3,315,860	802,858	23,662	2,541,143	1,929,123
<b>Total Operating Expenses</b>	<u>21,653,477</u>	<u>27,469,494</u>	<u>27,519,264</u>	<u>7,811,853</u>	<u>19,593,254</u>	<u>10,159,538</u>
<b>Operating Income (Loss)</b>	<u>7,645,421</u>	<u>15,498,742</u>	<u>3,743,036</u>	<u>703,716</u>	<u>(14,181,976)</u>	<u>41,400</u>
<b>Nonoperating Revenues (Expenses):</b>						
(Loss) on Sale of Property, Plant and Equipment	(171,899)	13,484				
Operating Grants					12,286,784	
Interest Income	2,959,194	12,238,219	815,827	90,707	123,151	563,774
Interest Expense	(3,110,564)	(17,501,936)	(151,153)			(143,511)
<b>Total Nonoperating Revenues (Expenses)</b>	<u>(323,269)</u>	<u>(5,250,233)</u>	<u>664,674</u>	<u>90,707</u>	<u>12,409,935</u>	<u>420,263</u>
Income (Loss) Before Operating Transfers	7,322,152	10,248,509	4,407,710	794,423	(1,772,041)	461,663
Operating Transfers In						
Operating Transfers Out	<u>(440,799)</u>	<u>(556,220)</u>	<u>(508,600)</u>	<u>(172,300)</u>	<u>(769,600)</u>	<u>(249,100)</u>
<b>Net Income (Loss)</b>	6,881,353	9,692,289	3,899,110	622,123	(2,541,641)	212,563
<b>Retained Earnings (Deficit) Beginning of Year</b>	<u>40,421,327</u>	<u>61,015,676</u>	<u>14,306,323</u>	<u>381,901</u>	<u>(19,474,207)</u>	<u>6,427,776</u>
Prior Period Adjustment	3,985,897	9,601,609				
<b>Retained Earnings (Deficit) Beginning of Year as Restated</b>	44,407,224	70,617,285	14,306,323	381,901	(19,474,207)	6,427,776
<b>Retained Earnings (Deficit) at End of Year</b>	<u>\$ 51,288,577</u>	<u>\$ 80,309,574</u>	<u>\$ 18,205,433</u>	<u>\$ 1,004,024</u>	<u>\$ (22,015,848)</u>	<u>\$ 6,640,339</u>

---

<u>Fresno Convention Center</u>	<u>Parking</u>	<u>Parks and Recreation</u>	<u>Development Services</u>	<u>Totals</u>
\$ 5,730,048	\$ 3,527,322	\$ 1,295,576	\$ 7,003,823	\$ 145,213,988
3,267,475	784,018	1,663,129	5,843,882	74,911,833
2,772,559	2,239,507	605,922	1,595,415	45,892,665
73,099				398,953
<u>1,148,045</u>	<u>306,250</u>	<u>356,837</u>	<u>2,348</u>	<u>13,661,915</u>
<u>7,261,178</u>	<u>3,329,775</u>	<u>2,625,888</u>	<u>7,441,645</u>	<u>134,865,366</u>
<u>(1,531,130)</u>	<u>197,547</u>	<u>(1,330,312)</u>	<u>(437,822)</u>	<u>10,348,622</u>
				(158,415)
				12,286,784
365,404	68,704	24,143	42,724	17,291,847
<u>(1,171,136)</u>	<u>(15,518)</u>	<u>(35,382)</u>		<u>(22,129,200)</u>
<u>(805,732)</u>	<u>53,186</u>	<u>(11,239)</u>	<u>42,724</u>	<u>7,291,016</u>
(2,336,862)	250,733	(1,341,551)	(395,098)	17,639,638
1,062,000		950,000	150,000	2,162,000
<u>(135,400)</u>	<u>(50,300)</u>	<u>(91,400)</u>	<u>(383,600)</u>	<u>(3,357,319)</u>
(1,410,262)	200,433	(482,951)	(628,698)	16,444,319
<u>(4,459,376)</u>	<u>(106,623)</u>	<u>72,637</u>	<u>910,315</u>	<u>99,495,749</u>
537,918				14,125,424
(3,921,458)	(106,623)	72,637	910,315	113,621,173
<u>\$ (5,331,720)</u>	<u>\$ 93,810</u>	<u>\$ (410,314)</u>	<u>\$ 281,617</u>	<u>\$ 130,065,492</u>

**CITY OF FRESNO, CALIFORNIA**  
**ENTERPRISE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**FISCAL YEAR ENDED JUNE 30, 1998**

	<u>Water System</u>	<u>Sewer System</u>	<u>Solid Waste Management</u>	<u>Community Sanitation</u>
<b>Cash Flows From Operating Activities:</b>				
Cash Received From Customers or Other Funds	\$ 27,428,350	\$ 44,828,416	\$ 26,500,213	\$ 8,474,523
Cash Payments to Suppliers for Services	(12,265,585)	(14,926,072)	(14,293,475)	(5,733,088)
Cash Payments to Employees for Services	(5,703,121)	(8,384,674)	(7,454,940)	(2,127,703)
<b>Net Cash Provided by (Used for) Operating Activities</b>	<u>9,459,644</u>	<u>21,517,670</u>	<u>4,751,798</u>	<u>613,732</u>
<b>Cash Flows From Capital and Related Financing Activity:</b>				
Contributed Capital	3,134,910	3,460,849		
Interest Paid	(3,116,455)	(15,559,552)	(158,072)	
Repayment of Bonds	(1,015,000)	(4,795,000)	(465,000)	
Repayment of Capital Lease Obligations				
Repayment of Notes Payable	(145,809)			
Acquisition of Property, Plant & Equipment	(15,576,861)	(33,525,681)	(572,088)	(440)
<b>Net Cash Provided by (Used for) Capital and Related Financing Activities</b>	<u>(16,719,215)</u>	<u>(50,419,384)</u>	<u>(1,195,160)</u>	<u>(440)</u>
<b>Cash Flows From Noncapital Financing Activity:</b>				
Operating Grants				
Operating Transfers In				
Operating Transfers Out	(440,799)	(556,220)	(508,600)	(172,300)
<b>Net Cash Provided by (Used for) Noncapital Financing Activities</b>	<u>(440,799)</u>	<u>(556,220)</u>	<u>(508,600)</u>	<u>(172,300)</u>
<b>Cash Flows From Investing Activities:</b>				
Interest Received on Investments	2,958,044	11,975,669	636,577	90,707
Proceeds From Restricted Cash and Investments	18,406,757			
Purchase of Restricted Cash and Investments		(5,236,743)		
<b>Net Cash Provided by (Used for)Activities</b>	<u>21,364,801</u>	<u>6,738,926</u>	<u>636,577</u>	<u>90,707</u>
Net Increase (Decrease) in Cash and Cash Equivalent	13,664,431	(22,719,008)	3,684,615	531,699
<b>Cash and Cash Equivalents, Beginning of Year,</b>	<u>53,601,668</u>	<u>201,432,050</u>	<u>26,797,508</u>	<u>334,749</u>
Prior Period Adjustment	3,985,897	9,601,609		
Cash and Cash Equivalents, Beginning of Year as Restated	57,587,565	211,033,659	26,797,508	334,749
<b>Cash and Cash Equivalents, End of Year</b>	<u>\$ 71,251,996</u>	<u>\$ 188,314,651</u>	<u>\$ 30,482,123</u>	<u>\$ 866,448</u>

<u>Transit</u>	<u>Airports</u>	<u>Fresno Convention Center</u>	<u>Parking</u>	<u>Parks and Recreation</u>	<u>Development Services</u>	<u>Totals</u>
\$ 5,415,330	\$ 10,405,066	\$ 7,687,011	\$ 3,510,398	\$ 1,294,011	\$ 7,017,573	\$ 142,560,891
(5,224,034)	(5,594,414)	(2,158,746)	(2,272,146)	(844,305)	(2,478,334)	(65,790,199)
<u>(10,647,968)</u>	<u>(2,944,206)</u>	<u>(2,235,434)</u>	<u>(569,840)</u>	<u>(1,435,788)</u>	<u>(4,864,250)</u>	<u>(46,367,924)</u>
<u>(10,456,672)</u>	<u>1,866,446</u>	<u>3,292,831</u>	<u>668,412</u>	<u>(986,082)</u>	<u>(325,011)</u>	<u>30,402,768</u>
5,967,559	5,629,669	498,137				18,691,124
	(148,321)	(1,176,097)	(18,850)	(30,275)		(20,207,622)
	(225,000)	(1,345,000)	(320,000)			(8,165,000)
				(97,780)		(97,780)
						(145,809)
<u>(5,967,559)</u>	<u>(5,910,788)</u>	<u>(3,803,377)</u>	<u>(598)</u>	<u>(41,077)</u>	<u>(1,462)</u>	<u>(65,399,931)</u>
	<u>(654,440)</u>	<u>(5,826,337)</u>	<u>(339,448)</u>	<u>(169,132)</u>	<u>(1,462)</u>	<u>(75,325,018)</u>
9,743,768						9,743,768
<u>(769,600)</u>	<u>(249,100)</u>	<u>1,062,000</u>	<u>(50,300)</u>	<u>950,000</u>	<u>150,000</u>	<u>2,162,000</u>
		<u>(135,400)</u>		<u>(91,400)</u>	<u>(383,600)</u>	<u>(3,357,319)</u>
<u>8,974,168</u>	<u>(249,100)</u>	<u>926,600</u>	<u>(50,300)</u>	<u>858,600</u>	<u>(233,600)</u>	<u>8,548,449</u>
127,064	562,652	346,408	58,687	21,339	50,515	16,827,662
		(28,900)				18,406,757
						<u>(5,265,643)</u>
<u>127,064</u>	<u>562,652</u>	<u>317,508</u>	<u>58,687</u>	<u>21,339</u>	<u>50,515</u>	<u>29,968,776</u>
<u>(1,355,440)</u>	<u>1,525,558</u>	<u>(1,289,398)</u>	<u>337,351</u>	<u>(275,275)</u>	<u>(509,558)</u>	<u>(6,405,025)</u>
<u>3,399,160</u>	<u>5,500,766</u>	<u>2,642,603</u>	<u>1,223,133</u>	<u>501,070</u>	<u>1,119,038</u>	<u>296,551,745</u>
		537,918				14,125,424
3,399,160	5,500,766	3,180,521	1,223,133	501,070	1,119,038	310,677,169
<u>\$ 2,043,720</u>	<u>\$ 7,026,324</u>	<u>\$ 1,891,123</u>	<u>\$ 1,560,484</u>	<u>\$ 225,795</u>	<u>\$ 609,480</u>	<u>\$ 304,272,144</u>

(Cont'd.)

**CITY OF FRESNO, CALIFORNIA**  
**ENTERPRISE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**FISCAL YEAR ENDED JUNE 30, 1998**  
**(continued)**

	<u>Water System</u>	<u>Sewer System</u>	<u>Solid Waste Management</u>	<u>Community Sanitation</u>
<b>Reconciliation of Operating Income (Loss) to Cash Provided by Operating Activities</b>				
Operating Income (Loss)	\$ 7,645,421	\$ 15,498,742	\$ 3,743,036	\$ 703,716
<b>Adjustments to Reconcile Operating Income (Loss) to Cash Provided by (Used for) Operating Activities:</b>				
Depreciation	3,235,789	3,315,860	802,858	23,662
Amortization	40,258	281,460		
Decrease (Increase) In Accounts Receivable	(696,788)	(838,428)	(487,119)	(76,369)
Decrease (Increase) In Other Receivables	(199,039)	(16,570,148)		
Decrease (Increase) In Due From Other Funds	(288,567)	(1,020,530)	(218,760)	20,545
Decrease (Increase) In Due From Other Governmental Agencies		(145,186)		9,904
Decrease (Increase) In Material and Supplies Inventory	(184,509)	455,455		
Decrease (Increase) In Other Assets				
Decrease (Increase) In Accounts Receivable Rate Payers			(4,038,257)	
Decrease (Increase) In Advances To Other Funds		(70,800)		
(Decrease) Increase In Accrued Liabilities	669,089	226,605	1,235,740	(5,135)
(Decrease) Increase In Due To Other Funds	(75,856)	(120,632)	3,786	(93,765)
(Decrease) Increase In Due To Other Governmental Agencies				
(Decrease) Increase In Other Liabilities		15,679,662		26,300
(Decrease) Increase In Accrued Closure Costs			3,728,465	
(Decrease) Increase In Unearned Revenue	11,075	508,186	(17,951)	4,874
(Decrease) Increase In Restricted Deposits	<u>(697,229)</u>	<u>4,317,424</u>		
<b>Net Cash Provided By (Used for) Operating Activities</b>	<u>\$ 9,459,644</u>	<u>\$ 21,517,670</u>	<u>\$ 4,751,798</u>	<u>\$ 613,732</u>

---

<u>Transit</u>	<u>Airports</u>	<u>Fresno Convention Center</u>	<u>Parking</u>	<u>Parks and Recreation</u>	<u>Development Services</u>	<u>Totals</u>
\$ (14,181,976)	41,400	\$ (1,531,130)	\$ 197,547	\$ (1,330,312)	\$ (437,823)	\$ 10,348,621
2,541,143	1,929,123	1,148,045	306,250	356,837	2,348	13,661,915
	4,136	73,099				398,953
(121,525)	(395,126)		(120)	(10)		(2,615,485)
						(16,769,187)
(1,488)	2,950,017	(383,024)	(11,681)	(1,555)	13,750	1,058,707
122,415			3,265			(9,602)
(25,651)						245,295
(19,362)						(19,362)
						(4,038,257)
	(250,688)		(8,388)			(329,876)
164,286	469,937	175,935	180,812	(16,716)	(8,041)	3,092,512
16,448	(2,882,353)	3,809,906	727	5,674	104,755	768,690
1,044,388						1,044,388
						15,705,962
						3,728,465
4,650						510,834
						3,620,195
<u>\$ (10,456,672)</u>	<u>\$ 1,866,446</u>	<u>\$ 3,292,831</u>	<u>\$ 668,412</u>	<u>\$ (986,082)</u>	<u>\$ (325,011)</u>	<u>\$ 30,402,768</u>



## INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing, on a cost-reimbursement basis, of goods or services provided by one department to other departments within the City of Fresno.

**General Services Fund** accounts for the Internal Service Fund activities of the City of Fresno, including printing, fleet management, property maintenance, data processing support, and electronics and communications support.

**Risk Management Fund** accounts for the City's self-insurance provided to all City departments, including provision for losses on property, liability, workers' compensation, unemployment compensation, and health and welfare programs.

**Billing and Collection Fund** accounts for the billing, collecting, and servicing activities for the Water, Sewer, Solid Waste, and Community Sanitation funds.

**CITY OF FRESNO, CALIFORNIA**  
**INTERNAL SERVICE FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 1998**

	General Services	Risk Management	Billing & Collection	Totals
<b>Assets</b>				
<b>Current Assets:</b>				
Cash and Investments	\$ 17,601,843	\$ 23,604,764	\$ 4,713,477	\$ 45,920,084
Material and Supplies Inventory	650,000			650,000
Due From Other Funds	4,662,469	1,056,299	112,694	5,831,462
Accounts Receivable	61,971			61,971
Interest Receivable	298,123	587,698	186,912	1,072,733
<b>Total Current Assets</b>	<b>23,274,406</b>	<b>25,248,761</b>	<b>5,013,083</b>	<b>53,536,250</b>
Restricted Cash	986,539	4,780,740	1,819,352	7,586,631
Property, Plant and Equipment, Net	28,971,752	391	58,862	29,031,005
Other Assets	764,554	24		764,578
<b>Total Assets</b>	<b>\$ 53,997,251</b>	<b>\$ 30,029,916</b>	<b>\$ 6,891,297</b>	<b>\$ 90,918,464</b>
<b>Liabilities and Fund Equity</b>				
<b>Current Liabilities:</b>				
Accrued Liabilities	\$ 1,566,113	\$ 2,188,787	\$ 150,344	\$ 3,905,244
Liabilities for Self-Insurance		12,144,541		12,144,541
Due to Other Funds	2,719,943	474,878	4,030,350	7,225,171
Capital Lease Obligation	560,265			560,265
Bonds Payable	960,000			960,000
<b>Total Current Liabilities</b>	<b>5,806,321</b>	<b>14,808,206</b>	<b>4,180,694</b>	<b>24,795,221</b>
Restricted Deposits			1,437,644	1,437,644
Capital Lease Obligations	810,358			810,358
Liability for Self-Insurance		14,604,027		14,604,027
Bonds Payable	2,610,000			2,610,000
<b>Total Liabilities</b>	<b>9,226,679</b>	<b>29,412,233</b>	<b>5,618,338</b>	<b>44,257,250</b>
<b>Fund Equity:</b>				
Contributed Capital	8,313,362	7,468	12,858	8,333,688
<b>Retained Earnings:</b>				
Reserved for Net Restricted Assets		4,780,740	381,708	5,162,448
Unreserved	36,457,210	(4,170,525)	878,393	33,165,078
<b>Total Retained Earnings</b>	<b>36,457,210</b>	<b>610,215</b>	<b>1,260,101</b>	<b>38,327,526</b>
<b>Total Fund Equity</b>	<b>44,770,572</b>	<b>617,683</b>	<b>1,272,959</b>	<b>46,661,214</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 53,997,251</b>	<b>\$ 30,029,916</b>	<b>\$ 6,891,297</b>	<b>\$ 90,918,464</b>

**CITY OF FRESNO, CALIFORNIA**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES**  
**IN RETAINED EARNINGS**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	General Services	Risk Management	Billing & Collection	Totals
<b>Operating Revenues:</b>				
Charges for Services	\$ 40,744,307	\$ 21,114,851	\$ 4,792,379	\$ 66,651,537
<b>Operating Expenses:</b>				
Costs of Services	24,853,812	21,654,406	3,398,931	49,907,149
Administration	10,116,675	2,662,169	1,243,222	14,022,066
Amortization	331,739			331,739
Depreciation	6,356,680	779	7,677	6,365,136
<b>Total Operating Expenses</b>	<b>41,658,906</b>	<b>24,317,354</b>	<b>4,649,830</b>	<b>70,626,090</b>
<b>Operating Income (Loss)</b>	<b>(914,599)</b>	<b>(3,202,503)</b>	<b>142,549</b>	<b>(3,974,553)</b>
<b>Nonoperating Revenues (Expenses):</b>				
Gain (Loss) on Sale of Property, Plant and Equipment	(46,549)			(46,549)
Interest Income	939,689	1,677,950	501,409	3,119,048
Interest Expense	(225,927)			(225,927)
<b>Total Nonoperating Revenues</b>	<b>667,213</b>	<b>1,677,950</b>	<b>501,409</b>	<b>2,846,572</b>
Income (Loss) Before Operating Transfers	(247,386)	(1,524,553)	643,958	(1,127,981)
Operating Transfers In	96,500			96,500
Operating Transfers Out	(917,000)	(543,400)	(223,300)	(1,683,700)
<b>Net Income (Loss)</b>	<b>(1,067,886)</b>	<b>(2,067,953)</b>	<b>420,658</b>	<b>(2,715,181)</b>
Retained Earnings at Beginning of Year	37,525,096	2,678,168	839,443	41,042,707
<b>Retained Earnings at End of Year</b>	<b>\$ 36,457,210</b>	<b>\$ 610,215</b>	<b>\$ 1,260,101</b>	<b>\$ 38,327,526</b>

**CITY OF FRESNO, CALIFORNIA**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**FISCAL YEAR ENDED JUNE 30, 1998**

	General Services	Risk Management	Billing & Collection	Totals
<b>Cash Flows From Operating Activities:</b>				
Cash Receipts From Quasi-external Operating Transactions With Other Funds	\$ 37,799,747	\$ 25,470,426	\$ 5,225,586	\$ 68,495,759
Cash Payments to Suppliers for Services	(21,294,890)	(4,752,920)	(1,952,033)	(27,999,843)
Cash Payments to Employees for Services	(13,378,466)	(473,318)	(2,684,465)	(16,536,249)
Cash Payments for Claims and Refunds		(20,857,544)		(20,857,544)
<b>Net Cash Provided by (Used For) Operating Activities</b>	<b>3,126,391</b>	<b>(613,356)</b>	<b>589,088</b>	<b>3,102,123</b>
<b>Cash Flows From Capital and Related Financing Activities:</b>				
Interest Paid	(230,023)			(230,023)
Repayment of Bonds	(905,000)			(905,000)
Repayment of Capital Lease Obligations	(424,921)			(424,921)
Proceeds From Capital Leases	1,183,097			1,183,097
Acquisition of Property, Plant & Equipment	(6,008,880)			(6,008,880)
<b>Net Cash Provided By (Used for) Capital and Related Financing Activities</b>	<b>(6,385,727)</b>			<b>(6,385,727)</b>
<b>Cash Flows From Noncapital Financing Activities:</b>				
Operating Transfers In	96,500			96,500
Operating Transfers Out	(917,000)	(543,400)	(223,300)	(1,683,700)
<b>Net Cash Provided by (Used for) Noncapital Financing Activities</b>	<b>(820,500)</b>	<b>(543,400)</b>	<b>(223,300)</b>	<b>(1,587,200)</b>
<b>Cash Flows From Investing Activities:</b>				
Interest Received on Investments	1,014,260	1,605,168	481,181	3,100,609
Proceeds From Restricted Cash & Investments	389,448			389,448
<b>Net Cash Provided by Investing Activities</b>	<b>1,403,708</b>	<b>1,605,168</b>	<b>481,181</b>	<b>3,490,057</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(2,676,128)</b>	<b>448,412</b>	<b>846,969</b>	<b>(1,380,747)</b>
<b>Cash and Cash Equivalent at Beginning of Year</b>	<b>20,963,275</b>	<b>27,937,092</b>	<b>5,685,860</b>	<b>54,586,227</b>
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$ 18,287,147</b>	<b>\$ 28,385,504</b>	<b>\$ 6,532,829</b>	<b>\$ 53,205,480</b>

**CITY OF FRESNO, CALIFORNIA**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**FISCAL YEAR ENDED JUNE 30, 1998**  
**(Continued)**

	General Services	Risk Management	Billing & Collection	Totals
<b>Reconciliation of Operating Income (Loss) to Cash Provided by Operating Activities</b>				
<b>Operating Income (Loss)</b>	\$ (914,599)	\$ (3,202,504)	\$ 142,548	\$ (3,974,555)
<b>Adjustments to Reconcile Operating Income (Loss) to Cash provided by (Used for) Operating Activities:</b>				
Depreciation	6,356,680	779	7,677	6,365,136
Amortization	331,739			331,739
Decrease (Increase) in Due From Other Funds	(2,882,589)	4,262,281	(13,373)	1,366,319
Decrease (Increase) in Other Assets	(61,971)	93,294		31,323
(Decrease) Increase in Accrued Liabilities	15,413	2,163,799	47,203	2,226,415
(Decrease) Increase in Due to Other Funds	281,718	(4,097,224)	(41,547)	(3,857,053)
(Decrease) Increase in Restricted Deposits			446,580	446,580
(Decrease) Increase in Liability for Self-Insurance		166,219		166,219
<b>Net Cash Provided by (Used for) Operating Activities</b>	<b>\$ 3,126,391</b>	<b>\$ (613,356)</b>	<b>\$ 589,088</b>	<b>\$ 3,102,123</b>

# TRUST & AGENCY FUNDS

Trust and Agency Funds, fiduciary funds, are used to account for assets held by the City in a trustee capacity or as an agent for other governmental units, private organizations or individuals.

## PENSION TRUST FUNDS

**Fire & Police Fund** accounts for the accumulation of resources for pension benefit payments to qualified Fire and Police employees and retirees.

**General Services Fund** accounts for the accumulation of resources for pension benefit payments to qualified General Service employees and retirees.

## EXPENDABLE TRUST FUND

**Urban Growth Management Fund** accounts for funds provided by developers to pay for certain construction activity.

## AGENCY FUNDS

**City Departmental and Special Purpose Funds** account for City-related trust activity, such as payroll withholdings and bid deposits.

**Special Assessment Funds** account for the receipts and disbursements for the debt service activity of the special assessment districts within the City.

**Deferred Compensation Fund** accounts for assets held for employees in accordance with the provisions of the Internal Revenue Code Section 457.

**CITY OF FRESNO, CALIFORNIA**  
**FIDUCIARY FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 1998**

	<u>Pension Trust Funds</u>		<u>Expendable Trust Fund</u>
	<u>Fire &amp; Police</u>	<u>Employees</u>	<u>Urban Growth Management</u>
<b>Assets:</b>			
Cash and Investments	\$ 829,058,492	\$ 734,444,613	\$ 9,947,688
Securities Lending	79,911,578	70,787,848	
Accounts Receivable	25,884,551	22,928,222	
Due From Other Funds			1,770
Due From Other Governments			
Notes Receivable			
Interest Receivable	<u>2,646,095</u>	<u>2,343,983</u>	<u>217,427</u>
<b>Total Assets</b>	<u>\$ 937,500,716</u>	<u>\$ 830,504,666</u>	<u>\$ 10,166,885</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities:</b>			
Accrued Liabilities	\$ 45,096,970	\$ 39,948,122	\$ 194,491
Securities Lending	79,911,578	70,787,848	
Deferred Compensation Benefits Payable			
Unearned Revenue	13,519,658	2,796,580	
Due to Other Funds			1,150
Prepayment of Special Assessments			
Deposits Held for Others			
<b>Total Liabilities</b>	<u>138,528,206</u>	<u>113,532,550</u>	<u>195,641</u>
<b>Fund Balances:</b>			
Reserved for City Retirement Systems	798,972,510	716,972,116	
Reserved for Trust Obligation			9,971,244
<b>Total Fund Balances</b>	<u>798,972,510</u>	<u>716,972,116</u>	<u>9,971,244</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 937,500,716</u>	<u>\$ 830,504,666</u>	<u>\$ 10,166,885</u>

---

Agency Funds			
City Departmental & Special Purpose	Special Assessment	Deferred Compensation	Totals
\$ 10,949,617	\$ 6,766,515	\$ 61,221,480	\$ 1,652,388,405
			150,699,426
1,151,490			49,964,263
1,921,163			1,922,933
	212,420		212,420
85,621			85,621
177,107	56,941		5,441,553
<u>\$ 14,284,998</u>	<u>\$ 7,035,876</u>	<u>\$ 61,221,480</u>	<u>\$ 1,860,714,621</u>
\$ 1,454,425	\$ 71,009	\$	\$ 86,765,017
			150,699,426
		61,221,480	61,221,480
			16,316,238
4,617,972			4,619,122
	225,444		225,444
8,212,601	6,739,423		14,952,024
<u>14,284,998</u>	<u>7,035,876</u>	<u>61,221,480</u>	<u>334,798,751</u>
			1,515,944,626
			9,971,244
			<u>1,525,915,870</u>
<u>\$ 14,284,998</u>	<u>\$ 7,035,876</u>	<u>\$ 61,221,480</u>	<u>\$ 1,860,714,621</u>



**CITY OF FRESNO, CALIFORNIA**  
**EXPENDABLE TRUST FUND**  
**URBAN GROWTH MANAGEMENT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

**Revenues:**

Charges for Current Services	\$ 1,118,733
Use of Money and Property	<u>606,403</u>
<b>Total Revenues</b>	<u>1,725,136</u>

**Expenditures:**

General Government	154,976
Capital Outlay	<u>2,234,577</u>
<b>Total Expenditures</b>	<u>2,389,553</u>
<b>Deficiency of Revenues Under Expenditures</b>	(664,417)

**Other Financing Uses**

Operating Transfers In	76,319
Operating Transfers Out	<u></u>
<b>Total Other Financing Uses</b>	<u>76,319</u>

Deficiency of Revenues Under Expenditures and Other Uses	(588,098)
--	-----------

<b>Fund Balance at Beginning of Year</b>	<u>10,559,342</u>
--	-------------------

<b>Fund Balance at End of Year</b>	<u><u>\$ 9,971,244</u></u>
------------------------------------	----------------------------

**CITY OF FRESNO, CALIFORNIA**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES—ALL AGENCY FUNDS**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	Balance July 1, 1997	Additions	Deductions	Balance June 30, 1998
<b>Assets:</b>				
Cash and Investments	\$ 67,946,605	\$ 108,272,222	\$ 105,852,438	\$ 70,366,389
Accounts Receivable	2,049,418	6,305,515	7,203,442	1,151,491
Due From Other Funds	4,290,769	179,045	2,547,269	1,922,545
Due From Other Governments	311,177	46,498	145,255	212,420
Notes Receivable	85,621			85,621
Interest Receivable	201,674	98,712	243,445	56,941
<b>Total Assets</b>	<b>\$ 74,885,264</b>	<b>\$ 114,901,992</b>	<b>\$ 115,991,849</b>	<b>\$ 73,795,407</b>
<b>Liabilities:</b>				
Accrued Liabilities	\$ 1,891,942	\$ 2,397,885	\$ 2,585,285	\$ 1,704,542
Deferred Compensation	51,270,536	12,111,221	2,160,277	61,221,480
Due to Other Funds	5,395,544	215	3,400,286	1,995,473
Prepayment of Special Assessments	473,649		248,205	225,444
Deposits Held for Others	15,853,593	79,430,504	86,635,629	8,648,468
<b>Total Liabilities</b>	<b>\$ 74,885,264</b>	<b>\$ 93,939,825</b>	<b>\$ 95,029,682</b>	<b>\$ 73,795,407</b>

**CITY OF FRESNO, CALIFORNIA**  
**CITY DEPARTMENTAL AND SPECIAL PURPOSE**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**FISCAL YEAR ENDED JUNE 30, 1998**

	Balance July 1, 1997	Additions	Deductions	Balance June 30, 1998
<b>Assets:</b>				
Cash and Investments	\$ 9,551,361	\$ 90,466,962	\$ 97,639,929	\$ 2,378,394
Accounts Receivable	2,049,418	6,305,515	7,203,442	1,151,491
Due From Other Funds	4,290,769	179,045	2,547,269	1,922,545
Notes Receivable	85,621			85,621
Interest Receivable	145,915		145,915	0
<b>Total Assets</b>	<b>\$ 16,123,084</b>	<b>\$ 96,951,522</b>	<b>\$ 107,536,555</b>	<b>\$ 5,538,051</b>
<b>Liabilities:</b>				
Accrued Liabilities	\$ 1,887,342	\$ 2,326,876	\$ 2,580,685	\$ 1,633,533
Due to Other Funds	5,395,544	215	3,400,286	1,995,473
Deposits Held for Others	8,840,198	73,067,047	79,998,200	1,909,045
<b>Total Liabilities</b>	<b>\$ 16,123,084</b>	<b>\$ 75,394,138</b>	<b>\$ 85,979,171</b>	<b>\$ 5,538,051</b>

**CITY OF FRESNO, CALIFORNIA**  
**SPECIAL ASSESSMENT**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	Balance July 1, 1997	Additions	Deductions	Balance June 30, 1998
<b>Assets:</b>				
Cash and Investments	\$ 7,124,708	\$ 5,694,039	\$ 6,052,232	\$ 6,766,515
Due From Other Governments	311,177	46,498	145,255	212,420
Interest Receivable	55,759	98,712	97,530	56,941
<b>Total Assets</b>	<b>\$ 7,491,644</b>	<b>\$ 5,839,249</b>	<b>\$ 6,295,017</b>	<b>\$ 7,035,876</b>
<b>Liabilities:</b>				
Accrued Liabilities	\$ 4,600	\$ 71,009	\$ 4,600	\$ 71,009
Prepayment of Special Assessments	473,649		248,205	225,444
Deposits Held for Others	7,013,395	6,363,457	6,637,429	6,739,423
<b>Total Liabilities</b>	<b>\$ 7,491,644</b>	<b>\$ 6,434,466</b>	<b>\$ 6,890,234</b>	<b>\$ 7,035,876</b>

**CITY OF FRESNO, CALIFORNIA**  
**DEFERRED COMPENSATION**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**FISCAL YEAR ENDED JUNE 30, 1998**

---

	Balance July 1, 1997	Additions	Deductions	Balance June 30, 1998
<b>Assets:</b>				
Cash and Investments	\$ 51,270,536	\$ 12,111,221	\$ 2,160,277	\$ 61,221,480
<b>Total Assets</b>	<u>\$ 51,270,536</u>	<u>\$ 12,111,221</u>	<u>\$ 2,160,277</u>	<u>\$ 61,221,480</u>
<b>Liabilities:</b>				
Deferred Compensation	\$ 51,270,536	\$ 12,111,221	\$ 2,160,277	\$ 61,221,480
<b>Total Liabilities</b>	<u>\$ 51,270,536</u>	<u>\$ 12,111,221</u>	<u>\$ 2,160,277</u>	<u>\$ 61,221,480</u>

**CITY OF FRESNO, CALIFORNIA**  
**PENSION TRUST FUNDS**  
**STATEMENT OF PLAN NET ASSETS**  
**AVAILABLE FOR BENEFITS**  
**JUNE 30, 1998**

	<u>Fire &amp; Police</u>	<u>Employees</u>	<u>Totals</u>
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 50,136,013	\$ 44,453,908	\$ 94,589,921
<b>Receivables:</b>			
Interest and Dividends	2,660,537	2,707,708	5,368,245
Receivables for Foreign Currency	22,787,434	20,185,729	42,973,163
Other Investment Related	<u>3,082,676</u>	<u>2,378,768</u>	<u>5,461,444</u>
<b>Total Receivables</b>	<u>28,530,647</u>	<u>25,272,205</u>	<u>53,802,852</u>
<b>Investments at Fair Value</b>			
Domestic Equity	389,699,626	345,206,521	734,906,147
Domestic Fixed Income	181,895,345	161,127,842	343,023,187
International Equity	90,015,728	79,738,379	169,754,107
International Fixed Income	56,266,606	49,842,490	106,109,096
Mortgages	30,755,801	27,244,324	58,000,125
Real Estate	<u>30,289,372</u>	<u>26,831,149</u>	<u>57,120,521</u>
<b>Total Investments</b>	<u>778,922,478</u>	<u>689,990,705</u>	<u>1,468,913,183</u>
Collateral Held for Securities Lent	79,911,578	70,787,848	150,699,426
<b>Total Assets</b>	<u>937,500,716</u>	<u>830,504,666</u>	<u>1,768,005,382</u>
<b>Liabilities:</b>			
Collateral Held for Securities Lent	79,911,578	70,787,848	150,699,426
Prepaid Employer Contributions	13,519,658	2,796,580	16,316,238
Payable for Investments Purchased	20,774,306	18,402,445	39,176,751
Payable for Foreign Currency Purchased	22,787,434	20,185,729	42,973,163
Other Liabilities	<u>1,535,228</u>	<u>1,359,948</u>	<u>2,895,176</u>
<b>Total Liabilities</b>	<u>\$ 138,528,204</u>	<u>113,532,550</u>	<u>252,060,754</u>
<b>Net Assets Available for Benefits</b>	<u>\$ 798,972,512</u>	<u>716,972,116</u>	<u>1,515,944,628</u>

**CITY OF FRESNO, CALIFORNIA**  
**PENSION TRUST FUNDS**  
**STATEMENT OF CHANGES IN PLAN NET ASSETS**  
**AVAILABLE FOR BENEFITS**  
**FISCAL YEAR ENDED JUNE 30, 1998**

	<u>Fire &amp; Police</u>	<u>Employees</u>	<u>Total</u>
<b>Additions</b>			
Contributions:			
Employer Normal	\$	\$	\$
System Members	<u>3,133,855</u>	<u>4,690,254</u>	<u>7,824,109</u>
<b>Total Contributions</b>	<u>3,133,855</u>	<u>5,610,961</u>	<u>8,744,816</u>
Investment Income:			
Net Appreciation in Value of Investments	111,803,898	99,805,474	211,609,372
Interest	12,412,570	11,089,193	23,501,763
Dividends	13,130,130	11,732,942	24,863,072
Securities Lending Income	4,543,796	4,025,018	8,568,814
Other Investment Related	680,774	213,603	894,377
Less Investment Expense	<u>(5,481,592)</u>	<u>(3,669,898)</u>	<u>(9,151,490)</u>
<b>Net Investment Income</b>	<u>137,089,576</u>	<u>123,196,332</u>	<u>260,285,908</u>
<b>Total Additions</b>	<u>140,223,431</u>	<u>128,807,293</u>	<u>269,030,724</u>
<b>Deductions:</b>			
Benefit Payments	18,852,815	16,142,881	34,995,696
Refunds of Contributions	172,771	974,915	1,147,686
Securities Lending Expenses			
Borrower Rebates	4,190,672	3,712,212	7,902,884
Agent Fees	105,908	93,816	199,724
Administrative Expense	<u>470,173</u>	<u>361,185</u>	<u>831,358</u>
<b>Total Deductions</b>	<u>23,792,339</u>	<u>21,285,009</u>	<u>45,077,348</u>
<b>Net Increase</b>	116,431,092	107,522,284	223,953,376
<b>Net Assets Available for Benefits</b>			
<b>Beginning of Year</b>	<u>682,541,420</u>	<u>609,449,832</u>	<u>1,291,991,252</u>
<b>End of Year</b>	<u>\$ 798,972,512</u>	<u>\$ 716,972,116</u>	<u>\$ 1,515,944,628</u>

## **GENERAL FIXED ASSETS ACCOUNT GROUP**



**CITY OF FRESNO, CALIFORNIA**  
**SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY**  
**JUNE 30, 1998**

	Land	Buildings & Improvements	Equipment	Total Fixed Assets June 30, 1998
<b>Function and Activity</b>				
<b>General Government:</b>				
Nondepartmental	\$ 9,831,483	\$ 51,810,535	\$ 4,159,336	\$ 65,801,354
City Council			42,736	42,736
City Clerk		1,023	33,583	34,606
City Attorney			120,374	120,374
City Manager	7,599,656	10,091,694	114,759	17,806,109
General Services		341,438	502,448	843,886
Housing & Neighborhood Revitalization	275,548	97,874	83,789	457,211
<b>Total General Government</b>	<b>17,706,687</b>	<b>62,342,564</b>	<b>5,057,025</b>	<b>85,106,276</b>
<b>Public Protection:</b>				
Fire Department	571,917	5,991,914	8,542,407	15,106,238
Police Department	112,100	3,417,563	10,132,029	13,661,692
<b>Total Public Protection</b>	<b>684,017</b>	<b>9,409,477</b>	<b>18,674,436</b>	<b>28,767,930</b>
<b>Cultural and Recreation:</b>				
Administration	4,873,049	11,379,336	282,504	16,534,889
Recreation	1,080,070	9,616,509	502,556	11,199,135
Parks	2,066,230	4,454,775	1,023,376	7,544,381
<b>Total Cultural Recreation</b>	<b>8,019,349</b>	<b>25,450,620</b>	<b>1,808,436</b>	<b>35,278,405</b>
<b>Public Ways and Facilities:</b>				
Administration	47,803	9,769	14,700	72,272
Engineering			57,960	57,960
Traffic		5,280	345,971	351,251
Streets		821,462	100,478	921,940
Construction Management	3,723,672		114,532	3,838,204
Others		10,036,626	39,704	10,076,330
<b>Total Public Ways and Facilities</b>	<b>3,771,475</b>	<b>10,873,137</b>	<b>673,345</b>	<b>15,317,957</b>
<b>Subtotal General Fixed Assets Allocated by Functions</b>	<b>30,181,528</b>	<b>108,075,798</b>	<b>26,213,242</b>	<b>164,470,568</b>
Construction in Progress				6,788,182
<b>Total General Fixed Assets</b>	<b>\$ 30,181,528</b>	<b>\$ 108,075,798</b>	<b>\$ 26,213,242</b>	<b>\$ 171,258,750</b>

**CITY OF FRESNO, CALIFORNIA**  
**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS**  
**BY FUNCTION AND ACTIVITY**  
**FISCAL YEAR ENDED JUNE 30, 1998**

	General Fixed Assets July 1, 1997	Additions	Deletions	General Fixed Assets June 30, 1998
<b>Function and Activity</b>				
<b>General Government:</b>				
Nondepartmental	\$ 65,796,385	\$ 4,969	\$	\$ 65,801,354
City Council	38,082	7,476	2,822	42,736
City Clerk	34,606			34,606
City Attorney	120,374			120,374
City Manager	16,851,847	954,262		17,806,109
General Services	852,257	9,062	17,433	843,886
Housing & Neighborhood Revitalization	401,062	59,937	3,788	457,211
<b>Total General Government</b>	<b>84,094,613</b>	<b>1,035,706</b>	<b>24,043</b>	<b>85,106,276</b>
<b>Public Protection:</b>				
Fire Department	14,117,994	1,186,534	198,290	15,106,238
Police Department	12,617,449	1,044,243		13,661,692
<b>Total Public Protection</b>	<b>26,735,443</b>	<b>2,230,777</b>	<b>198,290</b>	<b>28,767,930</b>
<b>Cultural and Recreation:</b>				
Administration	15,327,491	1,207,398		16,534,889
Recreation	11,185,874	13,261		11,199,135
Parks	7,400,703	144,188	510	7,544,381
<b>Total Cultural Recreation</b>	<b>33,914,068</b>	<b>1,364,847</b>	<b>510</b>	<b>35,278,405</b>
<b>Public Ways and Facilities:</b>				
Administration	72,272			72,272
Engineering	57,960			57,960
Traffic	351,251			351,251
Streets	914,871	7,069		921,940
Construction Management	3,838,204			3,838,204
Others	10,076,330			10,076,330
<b>Total Public Ways and Facilities</b>	<b>15,310,888</b>	<b>7,069</b>	<b>0</b>	<b>15,317,957</b>
<b>Total General Fixed Assets Allocated to Functions</b>	<b>160,055,012</b>	<b>4,638,399</b>	<b>222,843</b>	<b>164,470,568</b>
Construction in Progress	6,432,216	2,441,254	2,085,288	6,788,182
<b>Total General Fixed Assets</b>	<b>\$ 166,487,228</b>	<b>\$ 7,079,653</b>	<b>\$ 2,308,131</b>	<b>\$ 171,258,750</b>

**CITY OF FRESNO, CALIFORNIA**  
**SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE**  
**JUNE 30, 1998**

---

	<u>Totals</u>
<b>General Fixed Assets:</b>	
Land	\$ 30,181,528
Buildings & Improvements	108,075,798
Equipment	26,213,242
Construction in Progress	<u>6,788,182</u>
	<u>\$ 171,258,750</u>
 <b>Investment in General Fixed Assets by Source:</b>	
General Fund	\$ 67,386,511
Special Revenue Funds	17,288,419
Debt Service	22,870,369
Capital Projects Funds	51,690,803
Donations	<u>12,022,648</u>
 <b>Total Investment in General Fixed Assets</b>	 <u><u>\$ 171,258,750</u></u>

## **STATISTICAL SECTION**

**CITY OF FRESNO, CALIFORNIA**  
**GENERAL GOVERNMENT EXPENDITURES BY FUNCTION<sup>1</sup>**  
**LAST TEN FISCAL YEARS**  
(Dollars in Thousands)

Fiscal Year	Total Expenditures	General Government	Public Protection	Public Ways & Facilities	Culture & Recreation	Capital Outlay	Debt Service
1989	\$ 102,575	\$ 18,013	\$ 60,368	\$ 11,712	\$ 11,939	\$ 415	128
1990	108,780	16,184	67,696	9,149	14,152	1,008	591
1991	117,966	16,424	76,776	9,512	13,276	1,255	723
1992	141,684	17,114	78,744	9,945	13,764	21,539	578
1993	132,716	20,353	87,085	10,036	14,311	642	289
1994	129,634	25,140	75,003	13,440	15,049	647	355
1995	122,454	28,063	62,757	13,111	15,886	1,197	1,440
1996	121,489	28,059	63,392	13,108	15,179	132	1,619
1997	124,234	29,586	64,110	12,858	15,352	882	1,446
1998	125,368	24,720	66,843	15,207	16,949	346	1,303

<sup>1</sup>General Fund Only

**GENERAL GOVERNMENT REVENUE BY SOURCE<sup>1</sup>**  
**LAST TEN FISCAL YEARS**  
(Dollars in Thousands)

Fiscal Year	Total Revenues	Property Taxes	Sales & Use Tax	Other Taxes	Franchises & Miscellaneous	Licenses & Permits	Revenue From Use of Money & Property	Inter-Governmental Revenue	Inter-Governmental Grants	Charges For Current Services	Fines, Forfeitures, Penalties & Other Revenue
1989	\$ 108,491	\$ 29,138	\$ 33,986	\$11,544	\$ 2,282	\$ 2,306	\$ 2,302	\$ 11,085	\$ 233	\$ 14,034	\$ 1,581
1990	113,675	32,915	36,361	12,525	2,591	248	2,622	13,196	200	11,030	1,987
1991	124,064	37,179	39,843	12,256	3,488	338	3,527	12,714	198	12,638	1,883
1992	131,855	39,608	41,219	12,707	3,101	324	2,981	13,030	235	16,187	2,463
1993	130,431	36,751	37,468	12,588	3,193	461	2,859	13,841	177	19,068	4,025
1994	128,814	34,629	39,743	12,790	4,248	260	2,502	16,689	1,319	15,526	1,108
1995	128,284	35,516	40,103	13,162	5,266	264	2,546	14,567	2,042	14,737	81
1996	134,018	36,512	41,274	13,753	4,125	276	2,286	15,491	2,077	18,140	84
1997	134,398	34,353	42,163	14,752	4,484	273	1,954	16,471	2,767	17,110	71
1998	135,150	32,966	43,789	14,817	4,659	372	1,870	17,575	3,747	15,265	90

<sup>1</sup>General Fund Only

**CITY OF FRESNO, CALIFORNIA**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Net Tax Levy*	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collected	Total Tax Collections	Total Collections as Percent of Current Net Levy
1989	\$ 28,357,865	\$ 27,697,165	97.67	\$ 1,440,914	\$ 29,138,079	102.75
1990	32,764,736	31,417,891	95.89	1,497,217	32,915,108	100.46
1991	36,208,780	35,731,222	98.69	1,447,631	37,178,853	102.68
1992	39,944,667	38,484,594	96.35	1,123,949	39,608,543	99.16
1993	38,111,586	36,921,941	96.88	1,016,101	37,938,042	99.54
1994	34,820,140	33,486,629	96.17	1,142,264	34,628,893	99.45
1995	35,033,553	34,320,105	97.96	1,195,916	35,516,021	101.37
1996	35,992,258	35,755,234	99.34	756,572	36,511,806	101.44
1997	36,007,301	33,636,184	93.42	716,994	34,353,178	95.41
1998	36,727,805	35,227,796	95.92	1,198,167	36,425,963	99.18

\*Net tax levy includes revenue from supplemental taxes. Fiscal years 1990 to 1997 also include revenue from the public safety pension override.

**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Population	Assessed Valuation	Full Cash Value
1988-89	317,779	\$ 9,014,933,635	\$ 9,014,933,635
1989-90	333,564	9,595,993,408	9,595,993,408
1990-91	367,684	10,371,659,827	10,371,659,827
1991-92	382,362	11,391,455,869	11,391,455,869
1992-93	391,646	12,296,996,940	12,296,996,940
1993-94	399,000	13,074,707,933	13,074,707,933
1994-95	405,100	13,441,277,654	13,441,277,654
1995-96	400,400	13,809,089,330	13,809,089,330
1996-97	406,900	14,168,708,331	14,168,708,331
1997-98	411,600	14,494,504,433	14,494,504,433

**CITY OF FRESNO, CALIFORNIA**  
**PROPERTY TAX RATES—ALL OVERLAPPING GOVERNMENTS**  
**LAST TEN FISCAL YEARS**

---

<u>Fiscal Year</u>	<u>Percentage</u>
1988-89	1.0556
1989-90	1.0839
1990-91	1.083906
1991-92	1.083966
1992-93	1.083288
1993-94	1.083348
1994-95	1.083294
1995-96	1.098030
1996-97	1.124292
1997-98	1.113548

Source: County of Fresno Tax Rate Book, 1997-98

Notes: On June 6, 1978, California voters approved a constitutional amendment to Article XIII A of the California Constitution, commonly known as Proposition 13, which limits the taxing power of California public agencies. Legislation enacted by the California Legislature to implement Article XIII A (Statutes of 1978, Chapter 292, as amended) provides that, notwithstanding any other law, local agencies may not levy any property tax except to pay debt service on indebtedness approved by voters prior to July 1, 1978, and that each county will levy the maximum tax permitted by Article XIII A of \$1.00 per \$100.00 of full cash value.

**PRINCIPAL TAXPAYERS**

---

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Assessed Value</u>	<u>% of Total County Assessed Value</u>
Pacific Gas & Electric	Utility	\$ 1,297,508,425	4.04
Southern California Edison Co.	Utility	387,148,178	1.20
Pacific Bell	Telecommunications	352,905,144	1.10
Chevron USA Inc.	Petroleum Products	349,318,026	1.09
Cal Resources	Petroleum Products	111,092,399	0.35
Nuero Energy	Petroleum Products	108,749,186	0.34
Macerich Fresno Ltd. Partnership	Real Estate	84,567,000	0.26
Mendota Biomass Power LTD	Land	66,619,959	0.21
Nisshinbo California	Agriculture	66,324,581	0.21
McClatchy Newspapers	Publishers	61,551,531	0.19
Gunner, Richard V.	Real Estate	54,217,839	0.17
<b>Total</b>		<b>\$ 2,940,002,268</b>	<b>9.14</b>

Source: County of Fresno

**CITY OF FRESNO, CALIFORNIA**  
**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

---

<u>Fiscal Year</u>	<u>Amount Collected</u>	<u>Amount Billed 1915</u>	<u>Amount Billed 1915 and 1911</u>
1988-89	\$ 2,684,133	\$ 2,479,327	\$ 2,536,015
1989-90	2,890,835	3,248,152	3,291,853
1990-91	4,266,830	3,243,112	3,276,106
1991-92	3,349,985	3,119,402	3,135,226
1992-93	5,319,161	4,992,900	5,008,666
1993-94	5,856,325	5,098,217	5,098,217
1994-95	4,290,903	4,528,553	4,528,553
1995-96	3,785,493	4,009,147	4,528,553
1996-97	3,720,682	3,574,740	3,574,740
1997-98	3,667,095	3,977,213	3,977,213

**COMPUTATION OF LEGAL DEBT MARGIN**

---

Assessed Valuation (Tax Year 1997-98)	\$	<u>*14,494,504,433</u>
Debt Limit 20% of Assessed Valuation, Pursuant to City Charter	\$	2,898,900,887
Amount of Debt Applicable to Debt Limit:		
General Bonded Debt		<u>230,590,000.00</u>
Legal Debt Margin Available	\$	<u><u>2,668,310,887</u></u>
Percent of:		
Legal Debt Margin Applied		7.9500
Legal Debt Margin Available		<u>92.05</u>
		100.00%

\*State Board Unitary value no longer included in figure above.



**CITY OF FRESNO, CALIFORNIA**  
**RATIO OF NET GENERAL OBLIGATION BONDED DEBT**  
**TO ASSESSED VALUE AND NET GENERAL OBLIGATION**  
**BONDED DEBT PER CAPITA**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Population	Assessed Value*	General Obligation Bonded Debt	Ratio of Net G.O. Bonded Debt To A/V	Net G.O. Bonded Debt Per Capita
1988-89	317,779	\$ 9,014,933,635	\$ 0	0	\$ 0
1989-90	333,564	9,595,993,408	0	0	0
1990-91	367,684	10,371,659,827	0	0	0
1991-92	382,362	11,391,455,869	0	0	0
1992-93	392,939	12,296,996,940	0	0	0
1993-94	399,000	13,074,707,933	250,885,000	1.92	629
1994-95	405,100	13,441,277,654	246,810,000	1.84	609
1995-96	400,400	13,809,089,330	241,525,000	1.75	603
1996-97	406,900	14,168,708,331	235,140,000	1.66	578
1997-98	411,600	14,494,504,433	230,590,000	1.59	560

\*County of Fresno, Tax Rate Book

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR**  
**GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES**  
**LAST TEN FISCAL YEARS<sup>1</sup>**

Fiscal Year	Debt Service Requirements			Total General Governmental Expenditures	Ratio of Debt Service To General Expenditures
	Principal	Interest	Total		
1989	0	0	0	\$ 102,574,820	.00%
1990	0	0	0	108,780,099	.00%
1991	0	0	0	117,966,268	.00%
1992	0	0	0	120,789,518	.00%
1993	0	0	0	132,716,145	.00%
1994	0	3,737,629	3,737,629	129,634,246	2.88%
1995	4,075,000	17,904,280	21,979,280	122,454,240	17.95%
1996	5,285,000	17,785,396	23,070,396	121,489,068	18.99%
1997	6,385,000	17,497,240	23,882,240	124,234,205	19.22%
1998	7,755,000	17,125,784	24,880,784	125,368,252	19.85%

<sup>1</sup>Includes General Fund Only

**CITY OF FRESNO, CALIFORNIA**  
**COMPUTATION OF OVERLAPPING DEBT**  
**AS OF JUNE 30, 1998<sup>1</sup>**

---

Population (as of June 30, 1998): 411,600  
Assessed Valuation (1997-98 tax year): \$14,494,504,433

Issue	Percent Applicable	Debt Applicable June 1, 1998
Fresno County Office of Education Certificates of Participation	49.302	\$ 1,286,782
State Center Community College District Certificates of Participation	45.465	182,437
Clovis Unified School District	51.991	86,736,020
Clovis Unified School District Certificates of Participation	51.991	7,221,550
Fresno Unified School Districts	83.525	108,599,205
Fresno Unified School District Educational Facilities Corporation	83.525	100,284,291
Other School Districts	68.000	30,293,340
Malaga County Water District	0.962	385
Fresno County 1915 Act Bonds	Various	154,283
Fresno Metropolitan Flood Control District 1915 Act Bonds	Various	1,143,532
Fresno County Pension Obligations	49.302	91,164,328
Total Overlapping Debt		<u>\$ 427,066,153</u>

**Debt Ratios**

	Ratio to Assessed Valuation	Per Capita
Assessed Valuation		\$ 35,215
Overlapping Debt	3.01%	\$ 1,038

**Comments on Overlapping Debt Statement:**

<sup>1</sup>Does not include City Revenue Bonds or Parking District Bonds which are self-supporting.

**CITY OF FRESNO, CALIFORNIA**  
**REVENUE AND GENERAL OBLIGATION BOND COVERAGE**  
**LAST TEN FISCAL YEARS**

---

Fiscal Year	Annual Principal and Interest Payments					Total
	Airport Revenue Bonds	Municipal Service Center Lease Revenue Bonds	Sewer Revenue Bonds	Solid Waste Revenue Bonds	Water Revenue Bonds	
1988-89	\$ 478,505	\$ 670,350	\$ 1,311,783	\$	\$	\$ 2,460,638
1989-90	437,062	666,975	1,225,315			2,329,352
1990-91	455,302	669,405	244,100		922,376	2,291,183
1991-92	457,905	672,450	746,504		1,547,248	3,424,107
1992-93	459,740	<sup>1</sup> 1,458,115	1,952,198	621,941	1,548,918	6,040,912
1993-94	460,849	499,643	7,391,826	622,204	1,448,288	10,422,810
1994-95	<sup>2</sup> 932,000	584,286	12,351,118	624,141	2,621,130	17,112,675
1995-96	372,642	585,845	13,511,843	623,029	4,028,134	19,121,493
1996-97	378,159	592,933	20,393,330	619,186	4,036,666	26,020,274
1997-98	368,484	598,112	20,394,553	623,071	4,031,621	26,015,841

A summary of debt service charges to maturity is included in the Notes to the Financial Statements.

<sup>1</sup>Includes \$806,370 of surplus funds used to redeem bonds, November 1, 1992.

<sup>2</sup>Includes \$471,000 of reserve fund used for refunding bond, May 30, 1995.

Source: Schedule of Bonds & Interest Payable

**CITY OF FRESNO, CALIFORNIA**  
**DEMOGRAPHIC STATISTICS**  
**LAST TEN FISCAL YEARS**

Fresno City			
Year	Population*	Area Sq. Miles	Fresno County (6,000 sq. mi.)
January 1, 1989	334,300	99.38	639,000*
January 1, 1990	350,800	99.38	661,400*
January 1, 1991	367,200	99.38	686,000*
January 1, 1992	378,200	99.38	706,100*
January 1, 1993	385,900	100.53	722,600*
January 1, 1994	391,500	101.01	735,200*
January 1, 1995	395,500	101.02	746,500*
January 1, 1996	400,400	102.11	761,900*
January 1, 1997	406,900	102.10	774,200*
January 1, 1998	411,600	102.72	786,800*

\* State of California, Department of Finance Estimate

**CITY OF FRESNO**  
**PROPERTY VALUE AND CONSTRUCTION**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Property Value (1)			Construction Permits Issued (4)			
	(2) Commercial & Residential*	Exemptions	Total*	Commercial		Residential	
				Number of Units	Value*	Number of Units	Value*
1989	\$ 9,014,934	(3)	\$ 9,014,934	1,334	\$ 141,993	4,773	\$ 215,767
1990	9,595,993	(3)	9,595,993	1,375	127,147	5,893	330,850
1991	10,371,660	(3)	10,371,660	1,374	166,696	4,669	212,129
1992	11,391,456	(3)	11,391,456	1,226	102,417	4,831	189,527
1993	12,296,997	(3)	12,296,997	1,186	110,911	5,299	256,040
1994	13,074,708	(3)	13,074,708	1,052	150,057	4,538	186,833
1995	13,441,278	(3)	13,441,278	1,147	78,289	5,236	185,901
1996	13,852,652	(3)	13,852,652	1,877	118,077	4,960	210,945
1997	14,378,139	(3)	14,378,139	2,193	144,285	3,869	167,165
1998	14,757,565	(3)	14,757,565	2,259	159,209	3,558	205,012

\* Amounts expressed in thousands

- (1) Source: County of Fresno Assessor's Office  
(2) Breakdown of Commercial and Residential Property Values not available  
(3) Not available  
(4) Source: Development Department, City of Fresno

**CITY OF FRESNO, CALIFORNIA**  
**MISCELLANEOUS STATISTICAL DATA**  
**JUNE 30, 1998**

---

**Geographical Location:** 219 miles north of Los Angeles, 184 miles south of San Francisco, situated in the center of the San Joaquin Valley.

**Date of Incorporation:** October 12, 1885

**Date Present Charter Adopted:** April 8, 1957

**Form of Government:** Strong Mayor  
Seven-Member City Council

Term of Office: Four-year term, elected by voters

**Area:** 102.10 square miles

Square miles by Ten-Year Periods:

Year	Land Area
1970	42.74 square miles
1980	68.50 square miles; 60.27% increase
1990	99.38 square miles; 45.08% increase

**Normal Seasonal Rainfall:** 10.60 inches

Temperature:	Period	High	Low
	July - September:	95.1	62.6
	October - December:	66.0	43.4
	January - March:	60.8	40.4
	April - June:	84.0	53.8
	Annual Average:	76.5	50.1

**Miles of Streets:**

Streets (Paved and Unpaved) 1,562.34 miles

**Number of Street Lights:**

City Owned 44,000

**Water System:**

Miles of Water Mains 1,600  
 Number of Wells 248  
 Annual Water Production 42.45 billion gallons  
 Daily Average Consumption in Gallons (per capita) 237.3  
 Number of On-Service Accounts 108,181

**Fire Protection:**

Fire Stations 16  
 Employees 256  
 Engine Companies 16  
 Truck Companies 4  
 Paramedic Companies 0  
 Emergency Medical Service Calls 17,501  
 Total Number of Fire Incidents 7,614

**CITY OF FRESNO, CALIFORNIA**  
**MISCELLANEOUS STATISTICAL DATA**  
**JUNE 30, 1998**

---

**Police Department:**

Police Stations	1
Patrol Bureaus	1
Area Commands	5
Sworn Employees	629
Civilian	307
Number of Law Violations:	
Physical Arrests	40,811
Calls Received for Police Service	371,702
Vehicular Patrol Units	271
Helicopter	2

**Culture and Recreation:**

Metropolitan Parks (Regional)	2
Neighborhood Parks	41
Zoo	1
Golf Courses	3
Tennis Courts	49
Neighborhood Centers	5
Community Centers	4
Swimming Pools (Includes 4 FUSD pools)	14
Memorial Auditorium, User Groups	95
Memorial Auditorium, Audience	58,000

**Municipal Airports:**

	<u>Total</u>	<u>Fresno Air Terminal</u>	<u>Chandler</u>
Airports	2	1	1
Number of Acres	2,350	2,150	200
Length of Main Runways	12,424	9,222 ft.	3,202 ft.
Total Aircraft Movements	201,600	162,200	39,400
Annual Fuel Consumption (Gallons)	10,732,565	10,669,668	62,897
Number of Air Carriers Scheduled Per Day (Departures)	72	72	0
Origin and Destination Passengers	990,711	990,711	0
Origin and Destination Mail (lbs.)	807,020	807,020	0
Origin and Destination Freight (lbs.)	34,754,731	34,413,140	341,591
Total Number Tenant Aircraft	419	235	184
Number of Hangars	224	130	94